IN THE SUPREME COURT OF THE STATE OF NEVADA

IN THE MATTER OF THE KENT AND JANE WHIPPLE TRUST, DATED MARCH 17, 1969, JANE WHIPPLE, CO-TRUSTEE (ERRONEOUSLY NAMED AS TRUSTEE), AND AMENDMENTS THERETO, JANE WHIPPLE.) Supreme (Dect Noi 699)45 iled) District Court Case N1. 2015009:25 a.m.) Tracie K. Lindeman Clerk of Supreme Court)
) DOCKETING STATEMENT
WARNER WHIPPLE, CO-TRUSTEE OF THE) CIVIL APPEALS
KENT AND JANE WHIPPLE TRUST, DATED)
MARCH 17, 1969, AS AMENDED,)
Appellant,)
vs.)
JANE WHIPPLE, CO-TRUSTEE OF THE)
KENT AND JANE WHIPPLE TRUST, DATED)
MARCH 17,1969, AS AMENDED, AND JANE)
WHIPPLE,)
Respondents.)
	_)

GENERAL INFORMATION

Appellants must complete this docketing statement in compliance with NRAP 14(a). The purpose of the docketing statement is to assist the Supreme Court in screening jurisdiction, identifying issues on appeal, assessing presumptive assignment to the Court of Appeals under NRAP 17, scheduling cases for oral argument and settlement conferences, classifying cases for expedited treatment and assignment to the Court of Appeals, and compiling statistical information.

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 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.

A complete list of the documents that must be attached appears as Question 27 on this docketing statement. Failure to attach all required documents will result in the delay of your appeal and may result in the imposition of sanctions.

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 <u>KDI Sylvan Pools v. Woirkman</u>*, 107 Nev. 340, 810 P.2d 1217, 1220 (1991). Please use tab dividers to separate any attached documents.¹

¹ Docketing Statement Revised December 2015

1. Judicial District: Seventh Judicial District Department: No. 1

County: Lincoln Judge: Honorable Steve L. Dobrescu

District Ct. Case No.: CV-0930015

2. Attorney filing this docketing statement:

Attorney: Nick A. Moschetti, Jr.

Telelphone: 702-346-7300

Firm: BINGHAM SNOW & CALDWELL

Address: 840 Pinnacle Court, Suite 202, Mesquite, Nevada 89027

Client: Warner Whipple, Co-Trustee of the Kent and Jane Whipple Trust, dated March 17, 1969, as amended.

3. Attorney'representing respondents:

Attorney: Alissa Engler

Telephone: 702-731-0000

Firm: JUSTICE LAW CENTER

Address: 1100 S. Tenth Street, Las Vegas, Nevada 89101

Client: Jane Whipple, Co-Trustee of the Kent and Jane Whipple Trust, dated March 17, 1969, as amended.

Attorney: Alissa Engler

Telephone: 702-731-0000

Firm: JUSTICE LAW CENTER

Address: 1100 S. Tenth Street, Las Vegas, Nevada 89101

Client: Jane Whipple

4. Nature of disposition below (check all that apply):

() Judgment after bench trial
() Judgment after jury verdict
() Summary judgment
() Default judgment
() Grant/Denial of NRCP 60(b) relief
() Grant/Denial of injunction
() Grant/Denial of declaratory relief
() Review of agency determination

() Dismissal:

() Lack of jurisdiction

- () Failure to state a claim
- () Failure to prosecute
- () Other (specify):

5. Does this appeal raise issues concerning any of the following?

- () Child Custody
- () Venue
- () Termination of parental rights

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

None.

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:

None.

8. Nature of the action. Briefly describe the nature of the action and the result below:

The Kent and Jane Whipple Trust, dated March 17, 1969, as amended (the "Trust") required that when trustor Kent Whipple died (which occurred long ago) that all Trust assets be divided between two sub-trusts, the A share (the surviving spouse's trust) and the B share (the remainder beneficiaries' trust). Jane Whipple is the surviving spouse and was to be the beneficiary of the A Share; the Trustors' children were to be the beneficiaries of the B Share. Additionally, the Trust required that both the A and B shares be administered by two co-trustees and that all Trust actions be undertaken only with unanimous co-trustee agreement. The Trust requires that any disagreement between co-trustees be submitted to arbitration for resolution. Appellee Jane Whipple ("Jane") is a co-trustee, as is Appellant Warner Whipple ("Warner"). After Kent Whipple's death, neither the A or B Shares were funded, nonetheless, the Trust came to own numerous water rights, and the Trust-allegedly-transferred those water rights to the Kent Whipple Ranch, LLC (the "LLC"), which the Trust-allegedly-maintained a majority ownership of. Jane has filed a petition for declaratory relief in the district court seeking that the court issue an order declaring that the never-funded A share is the legal owner of both the LLC and the water rights and that Jane Whipple (apparently acting individually) has sole authority to manage and dispose of the water rights. Co-Trustee Warner disagrees with both the filing of the petition itself and the relief sought therein. Pursuant to the terms of the Trust, Warner (in his capacity as Co-Trustee) filed a motion in the district court to compel arbitration, which motion was denied.

9. Issues on appeal. State concisely the principal issue(s) in this appeal (attach separate sheets as necessary):

Issue #1: Did the district court err when it held that only co-Trustee "acts" are subject to arbitration under Section Ten of the Trust, which states, in relevant part:

The concurring vote of two (2) Co-Trustees shall be necessary for the Trustees to act hereunder, when there are two (2) Co-Trustees. In the event of a disagreement at any time when there are only two (2) Co-Trustees, then the dispute shall be submitted to arbitration in accordance with the Uniform Arbitration Act of the State of Nevada.

Issue #2: Did the district court err when it held that disagreements between cotrustees regarding matters which can potentially be decided as a matter of law (as opposed to disagreements regarding factual issues) are not subject to arbitration under the Uniform Arbitration Act?

Issue #3: Did the district court err when it held that disagreements between Warner and Jane regarding legal ownership of Trust water rights and the scope of Jane's authority to act therein are not subject to arbitration?

Issue #4: Did the district court commit an abuse of discretion by making findings of fact in its order denying arbitration, even though at this stage of litigation Warner has not filed any responsive pleadings with the court, there has not been any admissible evidence submitted to the Court, and neither party has requested any factual findings.

10. Pending proceedings in this court raising the same or similar issues. If you are aware of any proceedings presently pending before this court which raises the same or similar issues raised in this appeal, list the case name and docket numbers and identify the same or similar issue raised:

None of which the Appellant is aware.

11. Constitutional issues. If this appeal challenges the constitutionality of a statute, and the state, any state agency, or any officer or employee thereof is not a party to this appeal, have you notified the clerk of this court and the attorney general in accordance with NRAP 44 and NRS 30.130?

Not Applicable.

12. Other issues. Does this appeal involve any of the following issues?

() Reversal of well-settled Nevada precedent (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

If so, explain: Not Applicable.

13. Assignment to the Court of Appeals or retention in the Supreme Court. Briefly set forth whether the matter is presumptively retained by the Supreme Court or assigned to the Court of Appeals under NRAP 17, and cite the subparagraph(s) of the Rule under which the matter falls. If appellant believes that the Supreme Court should retain the case despite its presumptive assignment to the Court of Appeals, identify the specific issue(s) or circumstance(s) that warrant retaining the case, and include an explanation of their importance or significance:

Appellant is not aware of any reason why this case should not be assigned to the Court of Appeals.

14. Trial. If this action proceeded to trial, how many days did the trial last?

Not Applicable.

Was it a bench or jury trial?

Not Applicable.

15. Judicial Determination. Do you intend to file a motion to disqualify or have a justice recuse him/herself from participation in this appeal? If so, which Justice?

Not Applicable.

16. Date of entry of written judgment or order appealed from:

February 16, 2016.

17. Date of written notice of entry of judgment or order was served:

March 8, 2016.

Was service by: () Delivery (x) Mail/electronic/fax 18. If the time for filing the notice of appeal was tolled by a post-judgment motion (NRCP 50(b), 52(b), or 59)

(a) Specify the type of motion, the date and method of service of the motion, and the date of filing.

() NRCP 50(b)	Date of filing:
() NRCP 52(b)	Date of filing:
() NRCP 59	Date of filing:

- NOTE: Motions made pursuant to NRCP 60 or motions for rehearing or reconsideration may toll the tune for filing a notice of appeal. See AA Primo Builders v. Washington, 126 Nev. ____, 245 P.3d 1190 (2010).
 - (b) Date of entry of written order resolving tolling motion: None.
 - (c) Date written notice of entry of order resolving tolling motion was served: None.
 - () Was service by:
 - () Delivery
 - () Mail

19. Date notice of appeal filed: March 08, 2016.

If more than one party has appealed from the judgment or order, list the date each notice of appeal was filed and identify by name the party filing the notice of appeal: Not Applicable.

20. Specify statute or rule governing the time limit for filing the notice of appeal, e.g. NRAP 4(a) or other:

NRAP 4(a)

SUBSTANTIVE APPEALABILITY

21. Specify the statute or other authority granting this court jurisdiction to review the judgment or order appealed from:

(a)

() NRAP 3A(b)(1)	() NRS 38.205
() NRAP 3A(b)(2)	() NRS 233B.150
() NRAP 3A(b)(3)	() NRS 703.376
(x) Other (specify): NRS	38.247(1)(a)

(b) Explain how each authority provides a basis for appeal from the judgment or order:

NRS 38.247(1)(a) states: "An appeal may be taken from: (a) An order denying a motion to compel arbitration." The Nevada Supreme Court has affirmed that this statutory language authorizes an interlocutory appeal. *Mikohn Gaming v. McCrea*, 120 Nev. 36, 89 P.3d 36 (2004). The order appealed from denied a motion to compel arbitration filed by Appellant Warner Whipple.

22. List all parties involved in the action or consolidated actions in the district court:

(a) Parties:

Petitioners: #1 Jane Whipple, Co-Trustee of the Kent and Jane Whipple Trust, dated March 17, 1969, as amended; #2 Jane Whipple.

Respondent: Warner Whipple, Co-Trustee of the Kent and Jane Whipple Trust, dated March 17, 1969, as amended

(b) 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.

23. Give a brief description (3 to 5 words) of each party's separate claims, counterclaims, cross-claims, or third-party claims and the date of formal disposition of each claim:

Jane primarily seeks an order from the district court declaring the A Share of the Trust to be the owner of the LLC and/or water rights allegedly owned by the LLC and that Jane Whipple has an absolute right to manage and sell all water rights allegedly owned by the LLC.

Warner has not filed a pleading responsive to the Petition; however, he disagrees with: 1) the filing of the Petition; 2) Jane's claim that the unfunded A Share (rather than the Trust as a whole) is the owner of the LLC and/or water rights; and 3) Jane's claim that she has exclusive authority to manage and sell the water rights. Accordingly, Warner, pursuant to his position as co-trustee of the Trust and the mandatory arbitration requirements in the Trust documents, filed a motion seeking that all matters contained in the Petition be referred to arbitration as required by Section Ten of the Trust.

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 or consolidated actions below?

() Yes

 (\mathbf{x}) No

25. If you answered "No" to question 24, complete the following:

(a) Specify the claims remaining pending below: All claims remain pending.

(b) Specify the parties remaining below: All parties remain in the case.

(c) Did the district court certify the judgment or order appealed from as a final judgment pursuant to NRCP 54(b)?

() Yes (X) No

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

() Yes (X) 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)):

The order appealed from is an order denying a motion to compel arbitration, which is independently appealable pursuant to NRS 38.247. The Nevada Supreme Court has expressly held that such an appeal is interlocutory in nature. *Mikohn Gaming v. McCrea*, 120 Nev. 36, 89 P.3d 36 (2004).

27. Attach file-stamped copies of the following documents:

• The latest-filed complaint, counterclaims, cross-claims, and third-party claims:

Jane's Petition is attached as Exhibit 1.

Warner's Motion to Dismiss/Stay Petition and to Compel Arbitration is attached as **Exhibit 2**.

• Any tolling motion(s) and order(s) resolving tolling motion(s): Not Applicable.

• Orders of NRCP 41(a) dismissals formally resolving each claim, counterclaims, cross-claims and/or third-party claims asserted in the action or consolidated action below: Not Applicable.

• Any other order challenged on appeal:

Order denying Motion to Dismiss/Stay Petition and to Compel Arbitration, filed February 16, 2016 attached as **Exhibit 3**.

• Notices of entry for each attached order:

Notice of Entry of Order filed March 08, 2016 attached as **Exhibit 4**.

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.

Warner Whipple, Co-Trustee of the <u>Kent and Jane Whipple</u> Name of appellant

March 31, 2016 ______ Date Nick A. Moschetti, Jr. <u>BINGHAM SNOW & CALDWELL</u> Name of counsel of record

/s/ Nick A. Moschetti (signed electronically)

Signature of counsel of record

Nevada, Clark County State and county where signed

CERTIFICATE OF SERVICE

I certify that on the 31^{T} day of March, 2016, I served a copy of this completed docketing statement upon all counsel of record:

() By personally serving it upon him/her; or

(X) 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.)

Alissa Engler, Esq. JUSTICE LAW CENTER 1100 S. Tenth Street Las Vegas, Nevada 89101.

Dated this 31⁵ day of March, 2016. an envoloxee of Bingham Snow & Caldwell

EXHIBIT 1

1	Case No.: 00 0930015 2015 SEP 11 PM 1:08		
2	Dept. No.: 2]	
3	We the		
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11	IN THE SEVENTH JUDICIAL DISTRICT COURT		
12	LINCOLN COUNTY, NÉVADA		
13			
14	In Re THE KENT AND JANE WHIPPLE TRUST dated March 17, 1969, Jane Whipple,		
15	Trustee, and amendments thereto, JANE WHIPPLE,		
16	Petitioner.		
17	PETITION FOR DECI ARATORY DELIVE		
18 19	<u>PETITION FOR DECLARATORY RELIEF</u> (NRS 30.010 et seq.)		
20			
21	COMES NOW, the Trustee, JANE WHIPPLE, by and through her attorney of record,	,	
22	MATTHEW D. CARLING, ESQ., of the Carling Law Office, PC, and moves this Honorable	:	
23	Court for a Decree declaring the following:		
24	1. That the Kent & Jane Whipple Trust dated March 17, 1969, remained in effec	t	
25	in 1976 after the death of Kent Whipple;		
26	2. That Jane Whipple is a trustee of the Kent & Jane Whipple Trust dated March		
27		•	
28	17, 1969;		
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1	3. That the "A" and "B" trusts of the Kent & Jane Whipple Trust dated March 17,			
2	1969, were never partitioned and funded;			
3	4. That water right Permit 79132 was transferred to the Kent & Jane Whipple			
4 5	Trust dated March 17, 1969, and the transfer is valid and said permit is an asset of said Trust;			
6	5. That water right Permits 28599, 55918, 55919, 55920, 79132 and Claim of			
7	Vested right V-01394 were transferred to the Kent Whipple Ranch, LLC, by the Kent & Jane			
8	Whipple Trust dated March 17, 1969, and the transfers are valid and said permits and claim are			
9	assets of the Kent Whipple Ranch, LLC.			
10	6. That this Court confirm the appraisal (in 1976 dollars) of the Kent & Jane			
11 12	Whipple Trust dated March 17, 1969;			
13	7. That the A trust (dba Jane Whipple Family Trust; Jane Whipple Trustee and/or			
14	Kent Whipple Trust; Jane Whipple Trustee) is the rightful owner of the Kent Whipple Ranci LLC and that Jane Whipple has an absolute right to manage, sell; water right Permits 2859			
15				
16 17	55918, 55919, 55920, 79132 and Claim of Vested right V-01394.			
18	8. Therefore that the Kent & Jane Whipple Trust dated March 17, 1969, as the sole			
19	owner of the Kent Whipple Ranch, LLC has and continues to have authority to manage, sell, to			
20	otherwise convey water right Permits 28599, 55918, 55919, 55920, 79132 and Claim of Vested			
21	right V-01394			
22	This Petition is made and based on the pleadings and papers on file herein, the attached			
23	exhibits and any arguments as may be presented at the hearing in this matter.			
24 25	///			
26	111			
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	Page 2 of 9			
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1	1.			
2	STATEMENT OF FACTS			
3	1. Kent Whipple died on February 5, 1977.			
4	2. Prior to Kent Whipple's demise he and his wife, Jane Whipple, transferred their			
5 6	assets into the Kent and Jane Whipple Trust dated March 17, 1969 (hereinafter "the Trust").			
7	(Exhibit "1")			
8	3. The Trust required that upon the death of either the two is the			
9	3. The Trust required that upon the death of either Kent Whipple or Jane Whipple, the assets of the Trust he upbed and a citien bit.			
10	the assets of the Trust be valued and partitioned into an A and B trust under the terms of the trust.			
11				
12	4. The assets of the Trust were never valued nor was any transfer or partition of			
13	the Trust made as of the date of death of Kent Whipple pursuant to NRS 163.002 et seq. To			
14	date, the A and B trusts have not been partitioned.			
15 16	5. An appraisal of the Trust assets has been requested with a value date of			
10	February 5, 1977 by the American Real Estate Appraisal. (Exhibit "2")			
18	6. In March of 1991, approximately 15 years after the passing of Kent Whipple,			
19	the Trust filed applications with the State of Nevada, Division of Water Resources, Office of			
20	the State Engineer (hereinafter "State Engineer") for ground water in the common name of			
21	Kent Whipple Ranch (Applications 55918, 55919 and 55920). The Trust paid the application,			
22	permit and water right surveyor fees appurtenant to these applications. Prior to approval by the			
23	State Engineer these applications were conveyed to the misnamed Kent Whipple Trust			
24 25				
26	pursuant to an unrecorded quit claim deed. (Exhibit "3")			
27	7. On January 1, 2006, the Trust applied to the State Engineer for a change in the			
28	point of diversion and place of use of a portion of water right Permit 55919 (Application			
	Page 3 of 9			
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1	73719) in the misnamed Kent Whipple Trust. Application 73719 was permitted by the State
2	Engineer on November 1, 2006. On December 28, 2009, the Trust applied to the State
3	Engineer for a change of point diversion and place of use of water right Permit 73719
4	(Application 79132) in the properly named Kent and Jane Whipple Trust dated March 17,
5	1969. An Affidavit of Identity was filed with the State Engineer's Office acknowledging that
7	the Kent and Jane Whipple Trust, Kent Whipple Trust, and Kent Whipple Ranch, LLC, are one
8	and the same. (Exhibit "4") The State Engineer's Office accepted said Affidavit of Identity
9	and water right Permits 55918, 55919, 55920 and 73719 became vested to the Trust and
10	Application 79132 was subsequently permitted by the State Engineer on November 18, 2010,
11	
12	in the name of the Trust, abrogating Permit 73719. (Exhibit "5") Permit 79312 remains vested
13	in the Trusi.
14	8. On July 1, 2010, the Trust conveyed water right Permits 28599, 55918, 55919,
15 16	55920, 79312 and Claim of Vested right V01394 to the Kent Whipple Ranch, LLC. (Exhibit
17	"6")
18	9. On January 12, 2015, the Kent Whipple Ranch, LLC, applied to the State
19	Engineer for a change in the point of diversion, place of use and manner of use of a portion of
20	water right Permit 55918 (Application 84692).
21	10. On or about March 6, 2015, Betsy Whipple filed a Protest to Application 84692
22	
23	stating that the "ownership of the well is questionable" and "all the assets are supposed to be in
24	the Kent Whipple Ranch Trust." Additionally, through verbal communication with personnel
25	of the Division of Water Resources, Betsy Whipple claims that assets acquired (apparently
26 27	even if acquired 15 years after the passing of Kent Whipple) would be part of the "B" trust, of
28	which she was a remaindermen beneficiary. (Exhibit "7")
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	1
1	11. On June 3, 2015, pursuant to NRS 533.386, the Division of Water Resources
2	issued a letter to the parties informing them that the Kent Whipple Ranch, LLC's, application
3	(84692) was being held from further consideration and that the ownership of water right
4 5	Permits 28599, 55918, 55919, 55920, 79132 and Claim of Vested right V-01394 are
6	considered questionable transfers of title of water rights until a court of competent jurisdiction
7	determines the conflicting claims to ownerships of the water rights.
8	
9	II.
10	FIRST CAUSE OF ACTION
11	(DECLARATORY RELIEF NRS 30.030 and 30.040(1))
12	12. Petitioner incorporates paragraphs 1-11 above as if fully set forth herein.
13	13. NRS 30.030 states, "Courts of record within their respective jurisdictions shall
14	have power to declare rights, status and other legal relations whether or not further relief is or
15 16	could be claimed. No action or proceeding shall be open to objection on the ground that a
17	declaratory judgment or decree is prayed for. The declaration may be either affirmative or
18	negative in form and effect; and such declarations shall have the force and effect of a final
19	judgment or decree.
20	14. NRS 30.040(1) states, "Any person interested under a deed, written contract or
21	
22	other writings constituting a contract, or whose rights, status or other legal relations are
23 24	affected by a statute, municipal ordinance, contract or franchise, may have determined any
25	question of construction or validity arising under the instrument, statute, ordinance, contract or
	franchise and obtain a declaration of rights, status or other legal relations thereunder.
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27	///
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1	15. NRS 163.008 states that a trust created in relation to real property is not valid
2	unless it is created by operation of law or is evidenced by a written instrument signed by the
3	trustee, or by the agent of the trustee.
4 5	16. The Kent Whipple Ranch, LLC, has made application for a change in usage of
6	certain Permits. Betsy Whipple has challenged that Application alleging that the Kent Whipple
7	Ranch, LLC, or Jane Whipple, as trustee of the Trust, does not have the authority to make such
8	an application.
9	17. The State Engineer refuses to proceed with Application 84692 and that the
10	ownership of water Permits 28599, 55918, 55919, 55930, 79132 and Claim of Vested right V-
11	01394 are considered questionable transfers of title of water rights until a court of competent
12	jurisdiction adjudicates that claims set forth herein.
13 14	
15	A A A A A A A A A A A A A A A A A A A
16	or B trust pursuant to the Trust.
17	19. Jane Whipple, the Petitioner, has never executed any written instruments
18	conveying any of the Trust assets to an A or B trust.
19	Ш.
20	PRAYER FOR RELIEF
21	WHEREFORE, the Petitioner prays that this Court declare the following:
22	1. That the Kent & Jane Whipple Trust dated March 17, 1969, remained in effect in 1976
23 24	after the death of Kent Whipple;
25	
26	2. That Jane Whipple is a trustee of the Kent & Jane Whipple Trust dated March 17, 1969;
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28	///
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	3. That the "A" and "B" trusts of the Kent & Jane Whimle Trust detect March 17, 1960.				
1 2	3. That the "A" and "B" trusts of the Kent & Jane Whipple Trust dated March 17, 1969, were never partitioned and funded;				
3					
4	4. That water right Permit 79132 was transferred to the Kent & Jane Whipple Trust dated				
5	March 17, 1969, and the transfer is valid and said permit is an asset of said Trust;				
6	5. That water right Permits 28599, 55918, 55919, 55920, 79132 and Claim of Vested				
7	right V-01394 were transferred to the Kent Whipple Ranch, LLC, by the Kent & Jane Whipple				
8	Trust dated March 17, 1969, and the transfers are valid and said permits and claim are assets of				
9	the Kent Whipple Ranch, LLC.				
10	6. That this Court confirm the appraisal (in 1976 dollars) of the Kent & Jane Whipple				
11 12	Trust dated March 17, 1969;				
12	7. That the A trust (d/b/a Jane Whipple Family Trust; Jane Whipple Trustee and/or Kent				
14					
15	and that Jane Whipple has an absolute right to manage, sell; water right Permits 28599, 55918, 55919, 55920, 79132 and Claim of Vested right V-01394.				
16					
17 18	8. Therefore that the Kent & Jane Whipple Trust dated March 17, 1969, as the sole				
19	owner of the Kent Whipple Ranch, LLC has and continues to have authority to manage, sell, to				
20	otherwise convey water right Permits 28599, 55918, 55919, 55920, 79132 and Claim of Vested				
21	right V-01394				
22	111				
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28	111				
	Page 7 of 9				

	9 For any other which t
1	9. For any other relief deemed necessary by this Court
2	DATED this 31 st day of August, 2015.
د 4	CARLING LAW OFFICE, PC
5	Matter Olas lins
6	MAITHEW D. CARLING, ESO. Nevada Bar No. 7302
7	1100 S. Tenth Street Las Vegas, NV 89101
8	(702) 419-7330 (Office) (702) 446-8065 (Fax)
9	Attorney for Petitioner
10	JANE WHIPPLE
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VERIFICATION

STATE OF NEVADA) COUNTY OF LINCOLN)

That under penalties of perjury the undersigned, JANE WHIPPLE, declares that she is the Petitioner named in the foregoing Petition for Declaratory Relief, that he knows the contents thereof, and that the same arc true of her own knowledge, except as to those matters therein alleged on information and belief, and as to those matters, she believes them to be true.

Jane Uhipple

BED and SWORN to me SUBSC this TARY



EXHIBIT "1"

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WHIPPLE

UPPLEMENTAL TRUST AGREEMENT

THIS SUPPLEMENTAL TRUST MGREEMENT is entered into between MENT WEIPPLE, also known as KENT O'NEIL WEIPPLE, and JANE WEIPPLE, also known as JANE ELEANOR R. WEIPPLE, also known as BETTY JANE WEIPPLE, his wife, hereinafter referred to as the "Trustors" or separately as "Husband" and "wife" respectively, and XENT WEIPPLE and JANE WEIPPLE, hereinafter jointly referred to as the "Trustee".

WHEREAS these Trustors entered into a Trust Agreement dated March 17, 1963 and wish to hereby modify certain terms of the trust, and as modified to ratify, confirm and readopt said trust and all actions heretofore taken by the Trustors and Trustee.

NOW THEREFORE, pursuant to the express powers reserved in said Trust Agreement of March 17, 1969, the following amendments and modifications are hereby made to said Trust Agreement;

> **PIRST:** Article <u>"SIX":</u> (d) is hereby amended to read as follows:

"(d) Upon the death of either Trustor, the Trustee shall divide the trust estate into two (2) trusts, hereinafter called Trust "A" and Trust "B", which shall constitute separate trusts and shall be held and administered as such. At the Trustee's discretion the assets of the trust estate to be divided pursuant hereto may be divided and allocated in kind, by undivided interest, by actual division, or by any combination of such methods of division."

SECOND: Article "SIX": (d) is hereby amended to read as follows:

"(e) There shall be placed in Trust "A":

(1) The surviving Trustor's share of the community property subject to the terms of this Trust.

(2) Out of the other assets subject to the terms of this Trust, including the decedent's share of the community property in this Trust and those received YAUGHAN, HULL MARKESI & MULLER, LTD.

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by the Truble upon or by reason of the della of the first Trustor to die, the Trustee shall add to Trust A the fractional share of said assets which is equal to the maximum maritial deduction allowed for Federal Estate Tax purposes in the estate of said deceased Trustor, less the value of all assets or interest which pass or have passed to the surviving Trustor other than by the terms of this Trust, and which gualify for marital deduction in the estate of said decedent.

(3) In making the computations and the allocations of property to Trust "A" required by the preceding paragraphs (1) and (2), the determination of the character and concership of property and the value thereof shall be as finally established for Pederal Estate Tax purposes in said decedent's estate.

(4) All of the rest, residue and remainder of the assets subject to the terms of this Trust shall be allocated to Trust "B"."

THIRD: As hereby amended and modified the Trust Agreement dated March 17, 1969 made by the undersigned Trustors and Trustee, and all actions of the Trustors and Trustees hereunder to date is hereby ratified, confirmed, approved, agreed to and said Trust Agreement as herein modified and amended shall remain in full force and effect.

KENT O'NEIL WHIPPLE JANE LLEANOR R. WHIPPLE UGHAN, HULL MARFISH & MILLER, LTD -

TTORNETS AND COUNSELORS

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STATE OF NEVADA () SS. COUNTY OF LINCOLN)

On January 30, 1977, personally appeared before me, a Notary Public, KENT WHIPPLE and JANE WHIPPLE, his wife, who acknowledged to me that they executed the above instrument.

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THIS TRUST AGREEMENT is entered ...to between KENT. WHIPPLE, also known as KENT O'NEIL WHIPPLE, and JANE WHIPPLE, also known as JANE ELEANOR R. WHIPPLE, also known as BETTY JANE WHIPPLE, his wife, hereinafter referred to as the "Trustors", or separately as "Husband" and "Wife" respectively, and KENT WHIPPLE and JANE WHIPPLE, hereinafter jointly referred to as the "Trustee".

8 ONE: The Trustors, desiring to establish a Trust. 9 have assigned, transferred and delivered, and by these presents 10 do assign, transfer and deliver to the Trustee all of the real iı. property and personal property of every nature whatsoever belong-12 ing to the Trustors, including, but not limited to, the property 13 described in Schedule "A" attached hereto and made a part of this 14 Trust Agreement. Receipt is hereby acknowledged by the Trustee of the assets enumerated in Schedule "A". The Trustors may from 15 16 time to time add additional properties or policies of insurance 17 to this Trust by transferring such property or assigning such 18 policies to the Trustee, or by causing the Trustee to be named as **J**ð beneficiary thereunder. In either case, such property and 20 l policies of insurance, and their proceeds, shall be subject to the 21 terms and conditions of this Agreement.

22 No consideration was nor will be given to or TWO: 23 by the Trustee for the conveyance or transfer to him of any of 24 the Trust Estate. The Trustee accepts such title to the Trust 25 Estate as is conveyed or transferred to him hereunder without 26 liability or responsibility for the condition or validity of such 27 title, and the Trust Estate has been or will be conveyed or trans-28 ferred to the Trustee, IN TRUST, with power of sale, for the uses 29 and purposes herein provided.

30THREE: The Trustee acknowledges that he may be named31as beneficiary under insurance policies of the Trustors, and32agrees to hold the same and the proceeds thereof subject to the

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conditions he () stated.

2 FOUR: The Trustee, upon being informed as to the death of theinsured or the earlier maturity of any insurance 3 policies, shall receive the proceeds thereof and is hereby author-4 ized to execute the necessary receipts and releases to the insur-5 ance companies concerned.

7 FIVE: The Trustors reserve during such time as the Husband and Wife are both living the following rights and powers 8 to be exercised by them, without the consent or participation of 9 10 the Trustee or any beneficiary of this Trust, including, without limiting the generality, the following rights and powers: 11

> (a) The right to revoke this Trust, or by supplemental agreement to modify the terms of this Trust from time to time without the consent of the Trustee, or any beneficiary, provided, however, that the duries, powers, and liability of the Trustee hereunder shall not be substantially changed without his written consent. Except as hereinafter provided, such powers of revocation and modification are personal to the Trustors and shall not be assignable nor accrue to any other person, nor shall they extend to their estates nor to their legal representatives, nor to any beneficiary named herein nor to any other person.

(b) To receive or apply dividends, disability benefits, premium refunds, proceeds of matured insurance policies, loan or surrender or commuted values or any other sum due under any insurance policies contributed to this Trust.

(c) To obtain and receive cash advances or loans as may be advisable under any life insurance policies contributed to this Trust.

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(d) To exercise any ci ous or privileges granted in any such policies or plans.

The rights and powers reserved in (a) through (d), inclusive, in this Paragraph FIVE shall, except as hereinafter provided, cease upon the death of either Trustor, and thereafter this Trust shall be irrevocable and shall not be subject to amendment or modification.

8 <u>SIX:</u> All property now or hereafter subject to this 9 Trust shall constitute the Trust Estate, and shall be held, 10 managed and distributed as hereinafter provided:

During the lifetime of the Trustors, the Trustee shall distribute the income and principal in the following manner:

(a) The Trustee shall pay or reserve sufficient funds to pay all expenses of management and distribution of the Trust Estate, including the compensation of the Trustee, all or any part of which may, in the discretion of the Trustee, be charged either to income or principal of the Trust Estate. The remaining income shall be and is hereafter referred to as "net income".

(b) During the lifetime of both of the Trustors, the net income from the entire Trust Estate shall be distributed to or for the use and benefit of the Trustors in monthly or other convenient installments, but not less frequently than annually. If at any time during the lifetime of both of the Trustors, the net income shall be inadequate for the needs, comfort and pleasure of the Trustors, or their descendants, the Trustee may, in its discretion, pay to or apply for the benefit of said beneficiaries, in addition to the payments of income as hereinabove provided, such amounts of the

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pri pal of the Trust Estate at he Trustee may deem necessary for said purposes.

(c) If at any time during the period set forth in sub-paragraph (b) of Paragraph SIX, the Trustors shall be incompetent or shall in the judgment of the Trustee be unable for any other reason to act in their own behalf, the Successor Co-Trustees may, in their discretion, pay to or apply for the health, support, maintenance and comfort of the Trustors, or their descendants, in addition to the payments of income as hereinabove provided, such amounts of the principal of the Trust Estate as the Successor Co-Trustees may from time to time deem necessary or advisable for their use or benefit.

(d) Upon the death of either Trustor, the Trustee shall segregate and divide the Trust Estate into two trusts, hereinafter called Trust "A" and Trust "B", which shall constitute separate trusts and shall be held and administered as such.

(e) There shall be placed in Trust "A":

(1) The fractional share belonging to the surviving Trustor of the community property subject to the terms of this Trust.

(2) Out of the other assets subject to the terms of this Trust, including those received by the Trustee upon or by reason of the death of the first Trustor to die, which are eligible to satisfy the marital deduction, the Trustee shall add to this Trust the fractional share of said assets which is equal to

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the maximum marital det tion allowed for Federal Estate Tax purposes in the estate of said deceased Trustor, less the value of all assets or interest which pass or have passed to the surviving Trustor other than by the terms of this Trust, and which are eligible to satisfy said marital deduction.

(3) In making the computations and the allocations of property to Trust "A" required by the preceding paragraphs (1) and (2), the determination of the character and ownership of property and the value thereof shall be finally established for Federal Estate Tax purposes.

(4) All of the rest, residue and remainder of the assets subject to the terms of this Trust, including those received by the Trustee upon or by reason of the death of the first Trustor to die, shall be allocated to Trust "B".

PROVISIONS OF TRUST "A".

(1) The entire net income from Trust "A" shall be paid to or applied for the benefit of the surviving Trustor in monthly or other convenient installments during his or her lifetime, but in no event less often than annually.

(2) If the income is not adequate to maintain the surviving Trustor in a manner similar to his or her standard of living while living with the deceased Trustor, the Trustee may pay to him or her, or apply for his or her benefit so much of the principal of

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the trust as he may, in his div etion, deem proper or necessary for that purpose, taking into account 3 any income available to him or her from other 4 sources. The Trustee shall make such principal \$ disbursements to the surviving Trustor out of the 6 corpus of Trust "A" before making any disbursements 7 of principal to the surviving Trustor from Trust 8 tiBit . . 9 (3) In the event the Wife survives the 10 **Husband**: 11 She shall have the power, exer-(a) 12 cisable in all events and at any time or 13 from time to time after the Husband's 24 demise, to withdraw all or any part of 15 the principal of Trust "A", and to require 16 the Trustee to distribute the same to her, 17 discharged of this Trust. Such power may 18 be exercised by written instrument filed 19 with the Trustee. There is further con-20 ferred on the Wife, the absolute power to 21 distribute by her Last Will and Testament 22 the remaining assets of the Trust to any-23 one she chooses, including her estate, her 24 j creditors, or the creditors of her estate. If and to the extent that the 25 (b) 26 Wife shall fail to exercise such powers, 27 the principal and accrued and undistributed net income of this Trust shall, upon 28 her demise, be transferred to and become a 29 part of Trust "B" and shall be held, admini-30 stered and distributed as is hereinafter 31 provided with respect to Trust "B", excepting 32 -a Vai

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however that the Trusta in its discretion may first pay out of the principal, the Wife's last illness and burial expanses. Federal Estate Taxes, Nevada Inheritance Taxes, and any gift taxes assessed against her estate, together with interest, penalties, costs, Trustees' compensation and attorney fees, unless other adequate provisions shall have been made therefor.

In the event the Husband survives the

Wife:

(4)

(a) He shall have the power, exercisable in all events and at any time or from time to time after the Wife's demise to withdraw all or any part of the principal of Trust "A", and to require the Trustee to distribute the same to him, discharged of this Trust. Such power may be exercised by written instrument filed with the Trustee. There is further conferred on the Husband, the absolute power to distribute by his LastWill and Testament the remaining assets of the Trust to anyone he chooses, including his estate, his creditors, or the creditors of his estate.

(b) If and to the extent that the Husband shall fail to exercise such powers, the principal and accrued and undistributed net income of this Trust shall, upon his demise, be transferred to and become a part

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of Trust "B" and shall', held, administered and distributed as is hereinafter provided with respect to Trust "B", excepting, however, that the Trustee, in its discretion, may first pay out of the principal, the Eusband's last illness and burial expenses, Federal Estate Taxes, Nevada Inheritance Taxes, and any gift taxes assessed against his estate, together with interest, penalties, costs, Trustees' compensation and attorney fees, unless other adequate provisions shall have been made therefor.

(5) The interests of the beneficiaries in principal or income shall not be subject to claims of his or her creditors, nor others, nor to legal process, and may not be voluntarily nor involuntarily alienated nor encumbered.

PROVISIONS OF TRUST "B".

(1) Upon the death of the first Trustor to die, if the surviving Trustor shall be in want of additional monies to maintain himself or herself in a manner similar to his or her standard of living at the time of death of the Trustor who died first, taking into account any other assets or income available from other sources, including the aforesaid payments from Trust "A", the Trustee may, in its absolute discretion, pay to or apply for the benefit of the surviving Trustor so much of the income or principal from this Trust as the Trustee may from time to time deem necessary or advisable for the health, support, maintenance and comfort

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1		of the su	rviving Trustor.	1
2			(2) Anything contained herein to	the
3		contrary	notwithstanding, no payment shall	be
4		made to t	he surviving Trustor from the prin	1-
5			income of Trust "B" until such tim	
6		as Trust	"A" is substantially exhausted bot	:h
7		as to pri	ncipal and income. At such time a	19
8		the incom	e and principal of Trust "A" is su	ip-
9		stantiall;	y exhausted, the net income of Tru	ust
10	- -	"B" shall	be paid to the surviving Trustor	
11		in monthl	y or other convenient installments	
12		during hi	s or her lifetime, but in no event	:
13		less ofte	n than annually.	••
14				
15			(3) Upon the death of the surviv	
16	l. H	•	the remaining assets of the Trust	
17	i.		divided into as many separate trus	
18			are children of the <u>Trustors livin</u>	
19			that if any such child be then de	
20			aving issue surviving at the date	
21			sion, such deceased child shall be	
22			ed as living for the purposes of su	
23		-	, and in that event the Trustee sha	
24			and distribute one of such equal	
25	-		the issue of any such deceased cl	
26			pes. Each of the Trusts thus established	0~
27		-	nall be administered as separate	•
28		-	as hereinafter provided, but without	
29			ssity of the Trustee making physic	a 1
30			of the assets unless the Trustee	171 -
31			necessary or advisable to do so.	
32		assets se	et aside for the use and benefit o	L.
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the 'ustors' issue shall be hele administered and distributed as follows:

The Trustee shall set aside (a) one of such shares for each of the Trustors' children by right of representation in a separate trust and shall distribute so much of the net income derived therefrom as in the sole discretion of the Trustee may be deemed necessary or advisable for such child's health, support, maintenance or education, including study at an institution of higher learning, or to commence a business or profession, to or for the use or benefit of such child until he or she attains the age of twenty-one (21) years, and any accumulated income not so required shall be added to the principal of such share. Thereafter, the entire net income from said share shall be distributed quarterly to or for the use or benefit of such child until he or she attains the age of twenty-five (25) years, at which time one-half (1/2)of the then principal of such share shall be distributed to such child; and thereafter, the entire net income from the balance of the principal of such share shall be distributed quarterly to or for the use or benefit of such child until he or she attains the age of thirty (30) years, at which time the entire balance of the principal of such share together with any undistributed income therefrom, shall be distributed to such child.

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Upon the di h of any such **(b)** child before becoming entitled to receive the whole of his or her share of the Trust Estate, the Trustee, after paying the expenses of the last illness and burial of such deceased child, unless such expenses shall have been paid or provided for apart from this Trust, shall distribute the entire principal of such share, or so much thereof as then remains, together with any undistributed income therefrom, to the then surviving issue of such deceased child per stirpes, subject however, to the provisions of sub-paragraphs (a) and (b) hereof. If such deceased child shall leave no such issue then surviving, the same shall be added in equal portions to the shares then held for the benefit of the other children, and to those previously distributed therefrom, excluding the share of each child theretofore deceased as to whom then survies no issue, but including by right of representation the issue of any deceased child. If any portion of a share has theretofore been distributed, then a similar portion of the added share shall likewise be distributed.

(4) (a) If at any time during the lifetime of both Trustors, in the absolute discretion of the Trustee, any child or grandchild of the Trustors, or issue of such grandchildren, should be in want of

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WHIPPLE PAGE 15/24 additional monies for their health, support and maintenance, the ...ustee may pay to or apply for the benefit of such individual such amounts from the income or principal of the Trust Estate as the Trustee may from time to time deem necessary or advisable for such beneficiary's health, support, maintenance or education, including study at an institution of higher learning.

(b) If at any time after the death of one Trustor, and during the lifetime of the surviving Trustor, in the absolute discretion of the Trustee, any child or grandchild of the Trustors, or issue of such grandchild, should be in want of additional monies for their health, support and maintenance, the Trustee may pay to or apply for the benefit of such individual, such amounts from the income or principal of Trust "B" as the Trustee may from time to time deem necessary or advisable, provided such payments do not jeopardize the security of the surviving Trustor,

(c) If at any time after the death of both Trustors, in the absolute discretion of Trustee, any child or grandchild of the Trustors should be in want of monies for their health, support or maintenance, or to commence a business or profession, the Trustee may pay to or apply for the benefit of such individual, in addition to the payments hereinabove provided, such amounts from the principal of his or her

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ı	i	respective share of the su	st Estate, up to
2		the whole of said part, as (the Trustee may
3		from time to time deam nece:	ssary or advisable
4		for such beneficiary's heal	th, support, main-
5		tenance, or education, incl	uding study at an
6		institution of higher learn	ing, or to com-
7		mence a business or profess	ion, or the
8		Trustee may in its sole dis	cretion during
9		any calendar year pay to or	apply for the
10		benefit of such individual	the greater of
าา		the following amounts: FIVE	THOUSAND DOLLARS
12		(\$5,000.00) or FIVE PER CEN	TT (5%) of the
13		aggregate value of the Trus	t Estate set
14		· aside for such beneficiary.	
15		(5) The interests of bene	eficiaries in
16	prin	cipal or income shall not be sul	ject to claims
17	· of t	heir creditors nor others, nor a	to legal process,
18	කාර කාර	may not be voluntarily nor invol	lunterily alien-
19	ated	l nor encumbered.	
20		(6) Any other provisions	hereof to the
21	_ cont	trary notwithstanding, unless te	rminated at an
22	ear]	lier date under the foregoing pr	ovisions, all
22	S Tru	sts created herein shall termina	te at the expir-
24	atio	on of twenty-one (21) years afte	r the death of the
25	lasi	t surviving beneficiary living o	n the date of
26	the	execution of this Trust Agreeme	nt. If any Trust
27	cre	ated herein is terminated by rea	son of the oper-
28		on of this paragraph, the Trust	
29		ll go and be distributed to the	
30	1	led to the income therefrom in t	
3]		which they were receiving or wer	e entitled to re-
32	ei cei	we said income. $0/1$	
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SEVEN:To carry out the purposes of this Trust,the Trustee is vested with the following powers in addition tothose now or hereefter conferred by law, affecting the Trustand the Trust Estates, subject to the provisions heretoforeset forth in Paragraph FIVE:

(a) The Trustee shall have the power to manage and control, invest and reinvest, sell or assign, the proceeds of such life insurance policies and the funds of the Trust Estate, in such investments as the Trustee may elect, and also in such other investments as are hereinabove specifically authorized. He shall have the power to exercise any right or option of subscription or otherwise which may at any time be given to the holders of any securities of the Trust Estate.

(b) To manage, control, sell, convey, exchange, partition, divide, subdivide, improve, repair; to grant options and to sell upon deferred payments; to lease for terms within or extending beyond the duration of this Trust for any purpose, including exploration for and removal of gas, oil or other minerals; and to enter into community oil leases.

(c) To retain property and to invest, and
 reinvest as provided by law from time to time ex isting.

(d) To borrow; to place, replace, renew, or extend any encumbrances upon any real property; and to institute, compromise and defend actions and proceedings.

(e) To participate in voting trusts, poolin agreements, foreclosures, reorganizations, consoli-

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dations, margars, and liquidation, and in connection therewith, to deposit securities with and transfer title and delegate discretions to any protective or other committee as the Trustee may deem advisable. (f) Upon any division or partial or final distribution of the Trust Estate, to partition, allot, and distribute the Trust Estate in undivided interests or in kind, at valuations determined by the Trustee, and to sell such property as the Trustee may deem necessary to make division and distribution. To determine what is principal or (g) income of the Trust Estate and apportion and allocate in his discretion, receipts and expenses as between these accounts. Except insofar as the Trustee shall exercise this discretion, matters relating to the rights of beneficiaries among themselves as to principal and income shall be governed by the provisions of the Principal and Income Act from time to time existing. The enumeration of certain powers of (h) the Trustee shall not limit its general powers, the Trustee subject always to the discharge of its fiduciary obligations, being vested with and having all the rights, powers and privileges which an absolute owner of the same property would have. Upon the death of the first to die of **(i)** the Husband or Wife, or upon the death of any other beneficiary, the expenses of last illness and burial, and any estate, inheritance, succession or other death taxes, duties, charges, or assessments, together with interest, penalties, costs, Trustees' compensations and attorney fees, which shall become due or be occasioned by reason of the Trust Estate

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o: my interest therein being · : ludible for such tax purposes, shall be paid by the Trustee out of his or her share of the community property interest in the Trust Estate, or his or her share of the Trust Estate, as the case may be, unless other adequate provisions shall have been made therefor. Any such payments shall be charged to principal of the share of the Trust Estate or the separate Trust so included.

(j) Upon the death of the last Truster to die, all estate, inheritance, succession, or other death taxes or duties (by whatever name called) which shall become due by reason of the Trust Estate or any portion thereof being includible for such tax purposes, shall be paid by the Trustee out of the said deceased beneficiary's Trust (the "A" Trust). Any other costs, including Trustees' compensation and attorney fees, which shall be due or be occasioned by the death of the Trustors, or either of them, may be paid by the Trustee out of income or principal from either Trust "A" or Trust "B", unless other adequate provisions shall have been made therefor.

(k) The Trustee shall have full power and authority to pay from the Trust Estate any other taxes, charges or assessments for which the Trustee, the Trust Estate or any interest therein becomes liable, and any such payments shall be made from and charged to either income or principal of the Trust Estate or any share or separate trust thereof; as the Trustee, in its discretion, deems proper.

(1) The Trustee may make such payments directly or to a personal representative or other

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f iary, the Trustee may rel pon a written statement of such fiduciary as to the amount and propriety of such taxes, interest, penalties, and other costs, and shall be under no duty to see to the application of any funds so paid.

(m) The Trustee shall sell assets from Trust "A" to Trust "B" or between the separate Trusts or shares, as may exist from time to time, on such terms and at such fair market values as the Trustee may determine. The Trustee may loan or advance monies which are funds of the Trust Estate from any one of the several trusts or shares to any of the other trusts or shares as may exist from time to time upon such terms, conditions and security as the Trustee may, in its discretion, determine to be fair and reasonable.

Upon the death of either Trustor, the (n) Trustee may, within its discretion, purchase assets from the estate of the deceased Trustor at a fair value. The propriety of the purchase, the amount of such assets purchased, and the ascertainment of fair value shall be solely within the discretion of the Trustee, and the Trustee shall incur no liability as a result of such purchase or purchases whether or not such assets constitute investments which may ordinarily be made by Trustees. At its discretion, the Trustee may loan monies which are funds of the Trust Estate to the estate of the deceased Trustor. upon such terms as the Trustee and the personal representative of the deceased Trustor may agree. The Trustee shall have the power to (0)

budget the estimated income and expenses of the

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1 st in such manner as to eq lize, as far as possible, periodic income payments to the beneficiaries.

(p) The Trustee shall not at any time be required to make any accounting of the administration of the Trust Estate to any court or public authority whatsoever. Any and all accounting shall be made to the beneficiaries of the Trust or to the legal guardian or conservator of any beneficiary who has not reached the age of majority, or who has been declared incompetent.

For the purposes of allocation thereof (q) between the Trusts, as hereinabove provided in Paragraph SIX, for the purpose of determining the nature and character of the property in the event the Trust is terminated or partially revoked and assets distributed to the Trustors, and for tax purposes, it is the express intent of the Trustors, that in the event either of the Trustors hereafter acquire any separate or community property and transfer the same to this Trust, said separate or community property shall retain its status as separate or community propercy subsequent to the time it is transferred to this Trust. In the event that any separate or community property is at any time hereafter transferred out of the Trust, it shall retain its character as separate or community property subsequent to being transferred out of the Trust.

EIGHT: The Trustors declare that all property in which they have an interest or which stands in the name of KENT WHIPPLE, a/k/a KENT O'NEIL WHIPPLE, and/or JANE WHIPPLE, a/k/a

A REPORT & REATON

06/16/2007 00:32 JANE ELEANOP . WHIPPLE, is wholly communate property under the 1 laws of the State of Nevada, irrespective of the manner in which 2 record title is held, or has been held prior to the transfer to 3 the Trustee under this Trust. 4

The primary purpose of this instrument is to NINE: 6 provide for the income beneficiaries, and the rights and interests 7 of remaindermen are subordinate to that purpose. The provisions 8 of this instrument shall be construed liberally in the interests 9 of and for the benefit of the income beneficiaries. 10

Upon the resignation, inability to act, or TEN: death of JANE WHIPPLE, then KENT WHIPPLE shall act as the sole 13 Trustee. Upon the resignation, inability to act, or death of 14 KENT WHIPPLE, then JANE WHIPPLE and KEITH MURRAY WHIPPLE shall 15 act as Successor Co-Trustees. Upon the resignation, inability 16 to act, or death of both of the original Trustees, then KEITH 17 MURRAY WHIPPLE shall act as the sole Successor Trustee. Upon the 18 resignation, inability to act, or death of KEITH MURRAY WHIPPLE, 19 then the FIRST NATIONAL BANK OF NEVADA shall act as the Successor 20 21 Trustee.

The individual Successor Co-Trustees shall be 22 entitled to compensation for their services, which shall be the 23 compensation normally charged by corporate trustees under similar 24 The individual Trustees named herein shall serve circumstances. 25 without bond. 26

Each Successor Co-Trustee must at all times be 27 fully informed of each and every official act performed by the 28 other Trustees and must be furnished with an accounting of all in-29 come, expenditures and activities of the Trust at least quarterly 30 Each Co-Trustee at all times shall have the right to examine any 31 and all Trust books of account, reports, files and papers of ever 32

2. 9.S.

ALERIGHT & HEATON

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11

12

00:32

WHIPP F

PAGE 23/24

Any individual Co-Tr : ee shall have the nature whats er. 1 right to demand a complete audit of the Trust by an independent 2 3 firm of Certified Public Accountents at the expense of the Trust at any time or from time to time. Without the consent of the other 4 5 Co-Trustees, and this power shall not be subject to arbitration. 6 The concurring vote of two (2) Co-Trustees shall be 7 necessary for the Trustees to act hereunder, when there are two 8 (2) Co-Trustees. In the event of a disagreement at any time 9 when there are only two (2) Co-Trustees, then the dispute shall be 10 submitted to arbitration in accordance with the Uniform Arbitration 31 Act of the State of Nevada. 12 ELEVEN: As used in this Trust, the singular shall be 13 deemed to include the plural, and the masculine, feminine, or 14 neuter shall be deemed to include each of the other two genders. 15 TWELVE: This Agreement has been delivered in the State 16 of Nevada. The laws of the State of Nevada shall govern the ...7 validity and interpretation and administration thereof, notwith-18 standing the residence in another jurisdiction of the Trustors or 19 of any other beneficiary hereunder. Ż0 THIRTEEN: As used throughout this instrument, the 21 term "issue" shall include any children of the Trustors, who may 22 hereafter be born or legally adopted, and shall include children 23 adopted by any descendant and their descendants by birth or 24 adoption. 25 IN WITNESS WHEREOF, we have hereunto set our hands this 26 れつつん 1969. / day of 27 TRUSTORS 28 A/k/a KENT O'NEIL WHIPPLE 29 30 JANE ELEANOR R. WHIPPLE 31 32 BRIGHT & NEATON

05/16/2007 08:32 7822576857 WHIPPLE PAGE 24/24 ٦I STATE OF NEVADA) 1 \$5. COUNTY OF CLARK 2 On this 17th day of March, 1969, before me, the under-3 signed, a Notary Public in and for said County and State, person-4 ally appeared KENT WHIPPLE and JANE WHIPPLE, husband and wife, 5 known to me to be the persons described in and whose signatures 6 are subscribed to the within Trust Agreement as "TRUSTORS", and 7 jointly acknowledged to me that they executed the same fraely 8 and voluntarily and for the uses and purposes therein mentioned. 9 10 iı んしご Notary Public - State of Revada in and for NOTARY PUBLIC 12 said County and State PLARK CONNEY VYRNA M. LOPARCO 13 My Commission Explices AUC. 18. 1970 14 15 16 27 18 19 20 21 22 23 24 25 26 27 28 29 30 31 32 ALBRIGHT & HEATON ATTORNEYS AT LAW ~91-

EXHIBIT "2"

AMERICAN REAL ESTATE APPRAISAL

B. KENT VOLLMER, CERTIFICE/GENT (A., APPRASSI);

IPH CLAS & A OLLMER SRPA SRA

Matthew Carling - Attorney 51 East 400 North. Bldg 1 Cedar City, UT 84720

RE: Kent Whipple Estate Whipple Ranch Ash Springs, Lincoln County, NV Total Acreage to be determined (Est to be approximately 500 acres)

Dear Mr. Matthew Carling,

Following is a standard Agreement for services and my proposal to complete the required appraisal work on the above referenced property. We are happy to offer this letter of engagement for the appraisal you have requested.

CONTRACT FOR SERVICES

This Agreement entered into by and between B. Kent Vollmer, hereafter referred to as the Appraiser, and Matthew Carling hereafter referred to as the Contractor.

- 1) Appraiser agrees to provide a written Summary Report on the above referenced property. <u>The final concluded land Legal Descriptions and/or Assessor Parcels will be agreed upon by the Appraiser and the Contractor. This is estimated to be in the range of 500 acres.</u> The valuation will account for the "as is" value of the property as of the date of valuation. The scope of work is to include the appropriate approaches to value, which appear to be the Sales Comparison Approach for farm and range land, with <u>NO improvements</u>. The Water Rights associated with this property, as of the effective date of valuation, are assumed to be adequate to unlize the property for farming ranching. There reportedly is not excessive water rights, and therefore. <u>a water rights valuation will NOT be conducted.</u>
- 2) The report will conform with the requirements and the code of Professional Conduct of USPAP It is understood that the appraisal is prepared for the sole and exclusive use of Contractor. We require Appraiser's written authorization before releasing the reports to any other party. We conclude that to the best of our knowledge, we have provided NO services on this property is the past 5 years.

The intended user of the appraisal report is <u>Matthew Carling - Attorney for the Estate of Kent Whipple</u>. The intended use of the report is for <u>establishing market value for Estate Planning purposes</u>. The type of value to be estimated is MARKET VALUE as defined in USPAP. The legal property right appraised would be the fee simple interest. The property will be valued as of <u>a retrospective date of February 5, 1997</u>.

Based on a preliminary review of the subject property, the fee to appraise the properties will be <u>\$3,000.00</u>. It is understood that the fee is not contingent on any values to be reported. We will furnish you with a digitally transmitted copies (in .pdf format) of the finished appraisal reports. Hard bound copies can be requested at an additional fee of \$50.00 per copy.

August 2, 2015

- 41 Contractor agrees to pay the appraiser fee as follows: <u>\$3,000.00</u> upon execution of this agreement. Any remaining balances are due and payable prior to release of the completed reports. <u>Execution of this agreement begins with the return of a signed copy of this agreement, the deposit fee, and any pertinent items in Section 8 helow.</u> The appraisal fee is in no way based on the final value estimate of the appraised properties, and all sums herein are due and payable, regardless of the amount of the final value estimate. It is agreed that any values or reports can not be released until all fees are paid in full.
- 5) This Agreement does not include Appraiser to and Appraiser shall not be required to give testimony or to attend any public hearing in court with reference to the properties appraised; provided however, in the event Appraiser is subpoended or otherwise commanded by lawful order or requirement to give testimony or attend any public or private hearing because of having prepared the appraisal reports. Contractor agrees to pay Appraiser \$150.00 per hour for preparation and attendance at such hearing, with a four hour minimum, plus expenses with the four hour minimum tee of \$600.00 paid prior to the
- 6) It is further agreed and understood that if any portion of the compensation or costs due to the appraiser become delinquent, the Contractor will pay late fees thereon at the rate of 10% per month on the said amount from the due date until paid, and further agrees to pay all costs of collection thereof, including all reasonable attorney's fees and court costs. Checks returned as not payable are charged a 5% fee.
- 7) If Contractor desires to cancel this Agreement, written notice thereof shall be delivered to Appraiser, and Contractor shall pay for all services to and through Appraiser's receipt of the written notice of termination at the rate of \$150.00 per hour.
- 8) Contractor agrees to furnish at the request of Appraiser any necessary information or documentation, in its possession or access, relevant to the property being appraised. These items could include, but are not limited to, water rights certificate #'s that apply to this property, copies of leases, rental income/expense statements, pro-formas, legal descriptions, detailed copy of the contract including all addenda. Contractor shall provide the foregoing information and documentation to Appraiser in conjunction with Contractor's execution and return of this Agreement to Appraiser, and as soon as reasonable thereafter.
- 9) Appraiser does not make warranties or guarantees of any kind regarding the condition of the properties, sufficiency of title, area and boundaries, mechanical and structural conditions of the improvements, and with the agreement that the appraisal reports represent Appraiser's opinion of value only, without any warranty that the properties will sell for the appraised value. Contractor agrees to indemnify Appraiser, its employees and agents from all claims, suits and charges of any nature that may arise out of this Agreement.
- 10) Time is of the essence and Appraiser will use diligence in completing this assignment within <u>2-3 week</u> time frame, starting upon receipt of a signed copy of this agreement and of the information and documents set forth in sections #4 and #8. It is understood that Appraiser relies on certain information provided by others, including Contractor, and has no control over the timely availability of such information. It is agreed there will be no time constraints on the proper completion of the appraisal reports.

Accepted by:

B. Kent Vollmer BKVollmer@GMail.Com

ractor Sign

.

atthew D. Carling

8/3/2015-

EXHIBIT "3"

BOB MELFR Goperator

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STATE OF NEVADA

PETER G. MORROS



R. MICHAEL TURNIPSEED, P.E. State England

DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES DIVISION OF WATER RESOURCES

Capitol Complex 123 W. Nye Lane Carson City, Nevada 89710 (702) 687-4380

55918, 55919, 55920

September 19, 1994

ATT: JAN BRADSHAW KENT WHIPPLE RANCH HIKO NV 89017

Dear Ms. Bradshaw:

Please be advised that Applications 55918, 55919 and 55920 have been assigned to show Kent Whipple Trust as current owner of record.

This assignment reflects only the information that has been filed with this office and may be subject to amendment upon receipt of additional documentation.

If you have any questions please contact this office at (702) 687-4381.

Sincerely Michael J. Randall

Hydraulic Engineer

MJR/pm

)

cc: Betsy Whipple Southern Nevada Branch Office RECEIVED

SEP 22 1994

Div. of Water Resources Branch Office - Las Vegas, NV

64



QUITCLAIM DEED Form A295

THIS QUITCLAIM DEED, Executed this 30th day of December , 1993 first party, to Kent Whipple Ranch whose post office address is General Delivery, Hiko, NY 89017 to second puty: Kent Whipple Trust

whose post office address is General Delivery, Hiko, NY 89017

WITNESSETH, That the sold first party, for good consideration and for the sum of Ten Dollars (\$ 10.00) paid by the sold second party, the receipt whereof is hardby acknowledged, does hereby relates, release and goitclaim unto the sold second party forever, all the right, title, interest and chain which the sold first party has in and to the following described parcel of land, and improvements and approximates therein in the County of Lincoln . State of Nevas .State of Nevada Application #55918

DCNR/DWR/SNBO RECEIVED

AUG 2 8 7914

IN WITNESS WHEREOF, The said first party has signed and scaled these presents the day and year first shove written.

Signed, seeled and delivered in presence of:

sup of Californ ch Constructions Augulas

·y 5 , ।११४ eters me Gary D. Gromis James

spectred Bets's ten (M) hop to perunally instant is not or proved to as an the bads of substitutions in be the person(s) whose name(s) infere subscribed to the which instrument and schowledged to ree that be/shethey executed the same in his/hortheir sotionized reproduction, and that by his/bentheir signature(s) on the instrument the person(s), or the suffy apon behalf of which the person(s) entry sector for instrument. WT

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you can this from cast it. Consult a lawyer if you 123 is et 1 oper at processy and see BZ Legal a no móstural

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(Revised 3/95)

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QUITCLAIM DEED Form A298

THIS QUITCLAIM DEED, Executed this 30th day of December . 1993 first party. m Kent Whipple Ranch whome post office address is General Delivery, Hiko, NV 89017

to accoudpanty: Kent Whipple Trust

where post office address is General Delivery, Hiko, NV 89017 ٠.

WITNESSETH, That the said first party, for good consideration and for the sum of Ten Dollars (\$ 10.00) paid by the said second party, he receipt whereof is bereby acknowledged, does bereby remise, release and quitzlaim sate the said second party forever, all the right, sitter, interest and claim which the said first party has in and to the following described parcel of land, and improvements and opportunities instants in the County of Lincoln , State of Ney ad , Sate of Nevada to wit: Application # 55919

DCNR/DNR/SNBO RECEIVED

AUG 2 8 2014

IN WTINEES WHEREOF, The sold first party has signed and scaled these presents the day and year first above written.

acuted and delivered in presence of

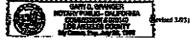
Stee of California course les Angeles

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Courses of Loss Annual . Ca demailing of Loss Annual . Ca demailing of Loss Annual . Second Balts y Loss All high Lo personally known to me (or proved to use on the basis of satisfactory evidence) to be the person(s) where name(s) is the misserible to the within instrument and secondedged to use that herbitrity executed the same in bidentifies anthonized especify(res), and that by hisbertheir signature(s) on the instrument the person(s), or the sanity most boball of which the person(s) event, executed the instrument. WITNEES my have been defined and

(Scal) IJ

0 B-Z Langel Forme. Eclere you use Ghi Ben, and B. III in all b 3 your particular methodon. Constit a langer if you donted the B office and the polloworks att approximation or separate an Si Lepi al page



QUITCLAIM DEED Vorza A195

THIS QUITCLAIM DEED, Executed this 30th day of Becember . 19 93 fint party, to Kent Whipple Ranch whose post office address in General Delivery, Hiko, NY 89017 coscondparty: Kant Whipple Trust .

whose post office address is General Delivery, Hiko, NY 89017

WITNESSETH, That the said first party, for good consideration and for the sum of Ten Dollars (\$ 10.00) paid by the said accord party, the receipt whereof is bareby acknowledged, does hereby remise, release and quitclaim onto the said second party forever, all the right, little, interest and claim which the said first party has in and to the following described parcet of land, and improvements and approximates thereto in the County of Lincoln , State of Neva of to with , State of Nevada Application # 55920

DCNR/DW/R/BNBO RECEIVED

AUG 2 8 2014

IN WITNESS WHEREOF, The said first party has signed and scaled these presents the day and year first shove written.

Signed, sealed and delivered in presence of:

Sum of California Countr of her Augulas

On January 5, 1744 before me, Gary D. Grounger speared Bebry Lou. Whipple percently known to use for proved to me on the baris of satisfactory evidence) to be the person(s) whose neme(s) is an subscribed to the while instrument and estnowledged to me that borberthey executed the same in bars subscribed to the while instrument and estnowledged to me that borberthey executed the same in bars subscribed control of which the person(s), or the estity of an healf of which the person(s) accorded the instrument. WIINESS my heaf and efficial seal. Signature





E-L Laget Forms. Below you got this from and is, 50 in all Marks, and such s whenever charges are accuracy your pairink transaction. Canada a larger if you down the frack faces. In your propose and use, 52 Laget may and the stands makes are parametation or weathy, whence or sciences. Whis separat to the standardstable

Gerbal 3933

Vr si

EXHIBIT "4"

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AFFIDAVIT OF IDENTITY-REPRESENTATIVE

State of <u>Nevada</u> County of <u>Lincoln</u> Afffiant, Lenard D. Smith, being first duly sworn on his/her oath, states that (s)he is familiar with Kent & Jane Whyple Trust and acknowledges that (s)he is one in the same person as Kent Whipple Trust, who is also known as Kint and Jane Whipple Trustand Kent Whipple Ranch mark At Two This instrument was acknowledged before me on 15 Navehoods by Leverd D. Smith Data Name of Person(s) Agen 85 of Kent and Jane Whipple Trust. Name of party on behalf of whom instrument was executed Type of Authority, e.g. Officer, Trustee,etc. -1 ELISHA BAKER Signature of notatial officer No. 04-92808 appt. exp. Nov. 9, 2008 ranch Manager Title and rank (optional)

Notary Stamp

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My Commission Expires:

Nov. 9. 2008

Month, Day, Year

EXHIBIT "5"

Permit No. 79132



THE STATE OF NEVADA

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

3/1 - 11/30

Name of applicant: Source: KENT AND JANE WHIPPLE TRUST

UNDERGROUND

IRRIGATION

PAHRANAGAT VALLEY

Manner of Use: Period of Use:

Priority Date:

Basin:

 $^{(1)}$

(_____

January 1st to December-31st

10/01/2001

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 and place of use of the waters of an underground source as heretofore granted under Permit 73719 is issued subject to the terms and conditions imposed in said Permit 73719 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.

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

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

(Continued on Page 2)

Permit No. 79132

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.17 cubic feet per second or 271.0 acre-feet annually but not to exceed 5.0 acre feet per acre of land irrigated from any and all sources.

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

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

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

November <u>|8 2011</u>

November <u>|8 2013</u> November <u>|8 2013</u>

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

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this <u>184</u> day of <u>November</u>, A.D. 2010

Completion of work filed		
Luitural map filed	Issued	(
		-
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•	AMENDED Application No. 79132 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 OfficeOEC2.8.2009
•	Returned to applicant for correction JAN 0.5.2000
	Connected application filed JAN 1-1 2010 Map filed JAN 1-1 2010
	The applicant Kent and Jone Whipple Trust
	HC 61 Box 27 of Alamo Street Address or PO Box
	Nevala State and ZIP Code hereby make(s) application for permission to change the
	Point of diversion Place of use I Manner of use I of a portion
	of water heretofore appropriated under (identify existing rights by Permit Certificate Proof or Civity Nor. 16 Permit die 16 Permit
	Permit 73719
	·
	1. The source of water is under groupd
•	1. The source of water is <u>Under ground</u> Name of annual, take, underground, spring or other sources.
	2. The amount of water to be changed _1.17 cf.5. 271 a fa.
•	Second fret, acre-test. One second foot equals 448.83 gallons per minute.
	3. The water to be used for
•.	Infigation, power, taining, commercial, etc. If for stock, state number and kind of animals. Must limit to one major use
	4. The water heretofore used for <u>Irrigation</u>
	·
	 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 session constr. If on the public survey of land, it about be sured.)
	by ft is delle en o
	Within the NE 45 E/4 Section 18, T.65, R.61E, MDM. at a point from
	Within the NE4SElf Section 18, T65, R.6IE, MDM at a point from Which the east quarter corner of said Section 18 bears N.84°50'14' 1305, 59'
	Within the NE 45 E/4 Section 18, T.65, R.61E, MDM. at a point from Which the cast quarter corner of source in the section of t

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7. Proposed place of use (Describe by legal antidivisions. If for intigation, state number of scars to be intigated.)

Portions of The NEWNWY, NWYNEY, SWYNEY, NWYSEY, NEWSEY, Section 18 WAL T. 6S., R. GIE, M.D.M. 1/13/00

8. Existing place of use (Describe by legal subdivisions. If changing place of use and/or manner of use of irrigation parmit, describe corresponds to be

of the Permitted use: PORTION of wite The NE'ANWANEY, SWANE', SWANE', SE'ANE'S Section 18, T.6 S., R. 61E, MDM 1/13/10

9. Proposed use will be from to Nov. 30 ** March 15 of each year. Month and Day 10. Existing use permitted from March 15* Nov 30 th to of each year.

11. Description of proposed works. (Under the provision of NRS 535.010 you may be required to submit plansand specifications of your diversion or storage works.) (State summer in which water is to be diverted, i.e., diversion structure, diverse, pipes and finnes or dritted well, peup and motor, etc.)

				•
12. Estimated cost of works No change				
13. Estimated time required to construct works	+ 7	E.		
14. Estimated time required to complete the analysis of the second	If well completed, describe well.		<u> </u>	

the application of water to beneficial use 4 years

15. Provide a detailed description of the proposed project and its water usage (use attachments if necessary): (Fallare to provide a detailed description may cause a delay in processing.)

It was found (upon measuring for P.B.W) that the point of diversion Was across the sixteenth line east and the pipeline for irrigation was south of P.C.U. of the SwighEy, thereby slightly changing the P.O.D and the pour.

16. Miscelianeous remarks:

The intent of this change application is not to add new acreage but accurately continue the Permitted amount (54.3 Acres)

		Lenard D. Smith
lensmi	thlandsurvey@lctur Bensil Address	bonet.com Lessan di Al mut
<u>ד קרד :</u>	2-6-3365	Lenard Smith Land Survey
· · · · APPLICA1	ION MUST BE SIGNED	Company Name
BY THE APPLICANT OR AGENT		Street Address or PO Box Caliente, NV, 89008
Revised 07/09	\$200 FILING FEE AND SU	City, State, 23P Code PPORTING MAP MUST ACCOMPANY APPLICATION

EXHIBIT "6"

BRIAN SANDOVAL Covertor STATE OF NEVADA



LEO DROZDOFF Director

JASON KING, P.E. State Engineer

DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES DIVISION OF WATER RESOURCES 901 South Stewart Street, Suite 2002

Carson City, Nevada 89701-5250

(775) 684-2800 • Fax (775) 684-2811

http://water.ny.gov January 6, 2015

Kent Whipple Ranch, LLC Ms. Jane E. Whipple HCR 61 Box 27 Hiko, NV 89017

RE: Water Rights Title

To Whom It May Concern:

Please be advised that your *Reports of Conveyance* received on September 26, 2014, are hereby confirmed to update ownership of Permits as listed in the table below. These water rights are now in the name of Kent Whipple Ranch, LLC. In addition, the following portion* of Permit 55918 is now in the name of Jane E. Whipple. Details of the permits, including the current ownership, can be viewed online. First, click on "Water Rights Database"; then "Permit Search".

Permit	cfs	Duty (afa)	Acres	·
55918	1.6864	396.80	79.36	
*55918	0.0136	3.20	0.64	
55919	0.5300	123.50	24.70	
55920	1.0000	152.00	30.40	

Also be advised that according to NRS 533.386 (2.), this confirmation of your Report of Conveyance does not guarantee that a) the water right is in good standing with the office of the State Engineer; or b) the amount of water referenced in the notice or in the report of conveyance is the actual amount of water that a person is entitled to use; and c) this is not a determination of ownership and that only a court of competent jurisdiction may adjudicate conflicting claims to ownership of a water right.

This confirmation reflects only the information that has been filed with this office and may be subject to amendment upon receipt of additional documentation. The owner is responsible for notifying the State Engineer's office of any change of address in writing. If you have any questions, call (775) 684-2829.

Sincerely.

Dan Zampisro

Dan Zampirro Engineering Technician III

DZ/sgc cc: Mr. Robert Coache, Hydrotech Consulting Services, LLC SNBO

EXHIBIT "7"

FILED IN THE MATTER OF APPLICATION NUMBER 8469 FILED BY polo Roust MAR 06 20156 PROTEST ON STATE ENGLACER'S OFFICE Comes now whose post office address is whose occupation is and protests the granting of Application Number , filed on 20 /5 by for the waters of situated in of erean, lain, a ing or other source County, State of Nevada, for the following reasons and on the following grounds, to wit: Ownership of the well is questionable. We are currently ofigure out what is doing a Searc oing on wit Be in the Kent Whipple Rauch Trus THEREPORE the Protestant requests that the application be and that an order be entered for such relief as the State Ragineer doors just and pro Signed Address State of Nevada County of 1WUY! Subscribed and swam to before me on MO.vCh_3. EY HUNI 15-10483 400. Mor. 19, Notary Stamp or Seal Regained

539 FILING FEE MUST ACCOMPANY PROTEST. PROTEST MUST BE FILED IN DUPLICATE. ALL COPIES MUST CONTAIN <u>ORIGINAL SIGNATURE.</u>

IN THE OFFICE OF THE STATE ENGINEER OF THE STATE OF NEVADA

March 3, 2015

Dan Randles Water Rights Specialist I Nevada Division of Water Resources 901 S. Stewart St. Suite 2002 Carson City, NV 89701

Dear Dan,

Enclosed is a copy of the Kent Whipple Ranch Trust which, according to my Fathers Attorney, all assets were supposed to be deeded into upon my Father's death in 1977. The supplemental trust agreement which was signed on January 30, 1977 about a week before my Father died ensured all assets were placed into the trust.

My Sister and I have ordered a Title search to try to figure out what the Boys are up do. I'm very dishearten my Brother Bret, would use Robert Coache as an agent to try to remove assets from the trust. Robert Coache currently has 50 counts of criminal money laundering still pending against him in Clark County regarding the Water issue he was involved with in Virgin Valley. (See attachment)

As soon as we have the results of the title search, we may have the Co-Trustee order an audit of the Trust and all the assets involved with the Ranch and Trust. At this time, we will send a "report of conveyance" which will correct to current name changes on all the water assets in the Trust. I hope it won't, but this may lead to a legal issue, especially if we find quick-claim deeds were designed to remove assets from the trust illegally. In addition, if you receive a copy of the trust from Robert Coache, please forward it to me as I am interested to see if another trust was created.

Thanking you in advance for your attention to this matter.

Best regards.

Uhypole

Betsy L. Whipple

2015 FUR HONGERS OFFIC

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RIAN SANDOVAL Governor

STATE OF NEVADA

LEO DROZDOPF Director

JASON KING, P.E. State Engineer

T OF CONSERVATION AND NATURAL PR

DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES DIVISION OF WATER RESOURCES

901 South Stewart Street, Suite 2002 Carson City, Nevada 89701-5250 (775) 684-2800 • Fax (775) 684-2811 <u>http://water.ny.gov</u> June 3, 2015

Jane E. Whipple HCR 61 Box 27 Hiko, NV 89017

Robert Coache, P.E. Hydrotech Consulting Services 4280 North Tioga Way Las Vegas, NV 89129

Lenard Smith Lenard Smith Land Survey P.O. Box 443 Caliente, NV 89008 Betsy Whipple 1713 River Ranch Road Hiko, NV 89017

John E. Marvel, Esq. Marvel & Marvel, Ltd P.O. Box 2645 Elko, NV 89803

Bryan Reed Reed, Inc 807 Avenue F Ely, NV 89301 Keith Whipple HCR 61 Box 2 Hiko, NV 89017

Cody Whipple 7265 Dean Martin, Suite 170 Las Vegas, NV 89118

Bret Whipple Kent Whipple Ranch LLC 1100 S. Tenth Street Las Vegas, NV 89104

Re: Permit 28599, Permit 55918, Permit 55919, Permit 55920, Permit 79132, Claim V-01394 and Application 84692

Ladies and Gentlemen:

The above-referenced Permits, which were issued for irrigation purposes, and a Decreed right under the Pahranagat Lake Decree, all being associated with the Kent Whipple Ranch, are under review for various reasons by the State Engineer's office. However, the issue of ownership of water rights associated with the Kent Whipple Ranch has caused this office to determine that the related parties claiming ownership need to sort out this matter prior to the State Engineer taking any further action regarding title to or changes of water rights associated with the ranch.

Nevada Revised Statute § 533.386 provides that if, from the conveyance documents or other information in the Office of the State Engineer, it appears to the State Engineer that there is a conflict in the chain of title, the State Engineer shall reject the report of conveyance and return it to the person who submitted it, together with an explanation that a conflict appears to exist in the chain of title; and a notice stating that the State Engineer will not take further action with respect to the report of conveyance until a court of competent jurisdiction has determined the conflicting claims to ownership of the water right and the determination has become final or until a final resolution of the conflicting claims has otherwise occurred. The notice must also include a statement of the provisions of subsection 5. Subsection 5 provides that:

Jane E. Whipple et al Permit 28599+ June 3, 2015 Page 2 of 3

> The State Engineer shall not consider or treat the person to whom: (a) An application or permit to appropriate any of the public waters;

(b) A certificate of appropriation;

(c) An adjudicated or unadjudicated water right; or

(d) An application or permit to change the place of diversion, manner of use or place of use of water, is conveyed as the owner or holder of the application, right, certificate or permit for the purposes of this chapter, including, without limitation, all advisements and other notices required of the State Engineer and the granting of permits to change the place of diversion, manner of use or place of use of water, until a report of the conveyance is confirmed pursuant to subsection 1.

Before further consideration will be given toward the issuance of any change under Application 84692, a determination by a court of competent jurisdiction will be required as to the ownership of the abovereferenced water rights_

Correspondence from Betsy Whipple, who is a protestant to Application 84692, and correspondence and information provided by Robert Coache, P.E., acting as representative of Jane E. Whipple, trustee and Kent Whipple Ranch, LLC, Applicant under Application 84692 raises a number of questions regarding the ownership of these water rights.

One item of concern is that Kent Whipple died in 1978 and the only two rights he held prior to that date were Permit 28599 and Claim V-01394. The remaining three permits, 55918, 55919 and 55920 were filed on March 4, 1991, in the name of Kent Whipple Ranch as owner. Permits 55918, 55919 and 55920 were then conveyed by unrecorded Quitclaim deed to the Kent Whipple Trust, which at the time in 1994 was an acceptable transfer with the State Engineer's Office. At that time, the State Engineer did not have a copy of the trust to review and subsequently accepted an affidavit by representative, at the time Lenard Smith, to confirm that the acquisition was in fact by the Kent and Jane Whipple trust and that it was one and the same as Kent Whipple Trust as listed in the unrecorded deed of 1993 submitted to update title. At this time, this office is not comfortable with the acceptance of that affidavit as Mr. Smith was a water right surveyor and to our knowledge was not qualified as a person to make determinations as to ownership under a trust. Upon recent review of the Kent and Jane Whipple trust, it has been found that the death of either trustee Kent or Jane Whipple created an "A" and "B" trust with co-trustees Keith and either surviving trustee Kent or Jane Whippie.

Betsy Whipple has informed this office that, upon the passing of Kent Whipple in 1978, it would have split the Kent and Jane Whipple trust into an "A" and "B" trust with co-trustees Keith and Jane Whipple. The split of the Kent and Jane Whipple trust into the "A" and "B" trusts with co-trustees Keith and Jane Whipple is also confirmed by affidavit by Jane Whipple, but does not clarify if the water rights were to be assets of trust "A" or "B" or both. At no point in any of the documents submitted to substantiate title with this office or within any of the affidavits claiming ownership of water rights in question is it mentioned that there is an "A" and "B" trust, only that Keith and Jane were co-trustees as noted on conveyance documents. At this time, it is unclear in what way the water rights are assets of the Kent and Jane Whipple "A" and "B" trusts. An Affidavit by Robert Coache claims the water rights are sole property of Jane Whipple as trustee, but that is not clearly defined in any of the documents on file or submitted to this office and this office questions whether an engineer is qualified to make statements regarding ownership of water rights under said trust(s). In conversations with Betsy Whipple, she references the trust where on pages four, five and six, it states that assets acquired would be part of the "B" trust that is controlled by both co-trustees.

Previous title changes are subject to review if needed and/or additional information has been provided to the Office of the State Engineer that raises questions as to title. Any confirmation of a report of conveyance of a water right does not guarantee that the water right is in good standing with the Office of the State Engineer, that the amount of water referenced in the notice or in the report of conveyance is the actual amount of water that a person is entitled to use and is not a determination of ownership. NRS § 533.386(2b states that.2). Only a court of competent jurisdiction may adjudicate conflicting claims to ownership of a water right.

Jane E. Whipple et al Permit 28599+ June 3, 2015 Page 3 of 3

In review of the Kent and Jane Whipple trust, and affidavits provided by Robert Coache and Jane Whipple, in addition to information provided by Betsy Whipple, it is determined that the current ownership on all Permits and Decreed right listed above are at this time considered questionable transfers of title of water rights. A determination of ownership may not be made by the Office of the State Engineer as to the conflicting claims by both parties and will require a decision by a court of competent jurisdiction. All of the Permits and the decreed right listed will need to be declared if they are associated with trust "A" or "B", who the trustees/co-trustees are, the amounts owned by each, explanation of the trust(s) holding the entity of Kent Whipple Ranch, LLC and if that is still operating, and if the conveyance of water rights by Quitclaim deeds to Kent Whipple Ranch LLC are valid transfers of title of water rights as submitted to the State Engineer's Office in September 2014.

Sincerely,

Rick Oliver Chief, Title Section

RLO/sgc

EXHIBIT 2

	Case No. CV 0930015		
1	Dept. No.: 2		
2	BINGHAM SNOW & CALDWELL		
3	Nick A. Moschetti, Nevada Bar No. 0920		
4	Bo Bingham, Nevada Bar No. 9511 840 Pinnacle Court, Suite 202		
5	Mesquite, Nevada 89027		
6	(702) 346-7300 phone (702) 346-7313 fax		
7	www.binghamsnow.com		
8	Attorneys for Co-Trustee Warren Whipple		
-	IN THE SEVENTH DISTRICT COURT, IN AND FOR		
9	LINCOLN COUNTY, NEVADA		
10 11			
12	In re THE KENT AND JANE WHIPPLE	MOTION:	
13	TRUST, dated March 17, 1969, Jane	1- TO DISMISS PETITION;	
14	Whippple, Co-Trustee (erroneously named as Trustee), and amendments	2- ALTERNATIVELY, TO STAY PETITION; and	
15	thereto, JANE WHIPPLE,	3- TO COMPEL ARBITRATION.	
16	Petitioner.		
17			
18			
19			
20	COMES NOW Warner Whipple, duly appointed and acting Co-Trustee		
21	of the Kent and Jane Whipple Trust, dated March 17, 1969, by and through his		
22	undersigned attorney Nick A. Moschetti, Jr. of the law firm of BINGHAM		
23	SNOW & CALDWELL, and files this Motion to Dismiss Petition or Alternatively		
24	to Stay Petition and to Compel Arbitratior	n. This Motion is supported by the	
25	Memorandum of Points and Authorities file	d contemporaneously herewith.	
26	Dated November <u>211</u> , 2015.	the A. Martice	
27		ick A. Moschetti, Nevada Bar No. 0920	
28	BI	NGHAM SNOW & CALDWELL torneys for Warner Whipple, Co-Trustee	

MEMORANDUM OF POINTS AND AUTHORITIES

I. FACTUAL BACKGROUND

The pending Petition seeks a declaration of ownership rights in specific Nevada water rights¹. The Petitioner, in her Petition, as an erroneously named sole Trustee (in fact Petitioner is a Co-Trustee) of the Kent and Jane Whipple Trust (herein "Trust") and as an individual, claims ownership and control of all of said specific Nevada water rights and all other Trust property.

The Petitioner alleges and admits that the Trust shares A and B have not been funded². Funding is required/mandatory by the controlling and foundation Trust documents³. Without funding of the shares A and B, ownership of the specific Nevada water rights and specific real properties to which the specific water rights are appurtenant are unknown and must be determined.

The controlling and foundation Trust agreement requires unanimous agreement By both Co-Trustees of the Trust (herein "Co-Trustee Jane" and "Co-Trustee Warner"). In the event there is not unanimous Co-Trustee agreement, then the Trust requires arbitration of the Co-Trustee disagreements. Jane Whipple is an initial Co-Trustee and upon the death of her husband Kent Whipple, Keith Whipple became the successor Co-Trustee⁴ and upon the resignation of Keith Whipple⁵, Warner Whipple became the successor Co-Trustee⁶.

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<sup>3</sup> Exhibit A Kent and Jane Whipple Trust as Supplemented ("Trust") pgs 1 & 2 paragraphs FIRST & SECOND
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¹ State of Nevada Division of Water Resources Permits 28599, 55919,55920,79132, Claim V-01394 and Application 84692, and successor historical Applications and Permits. ² Petition pg.2 lns1&2; pg.3 lns 11-14; pg.6 lns 14-18.

and pgs 7 through 16. Exhibit A pg 22 paragraph TEN.

⁸ Exhibit B Resignation of Keith Whipple dated Angust 29, 2015.

Co-Trustee Warner disagrees with the filing of the present Petition for Declaratory Relief by Co-Trustee Jane and disagrees with the Petition claims and allegations of Co-Trustee Jane, including without limitation that: (i) Share A and Share B have never been funded (conflicting Trust records state otherwise): (i) Share B is not to be funded; (iii) Jane, individually or as a sole Trustee of the share A Trust and/or Kent and Jane Whipple Trust, has full ownership and control of the specific Nevada water rights and all other Trust property; (iv) Kent and Jane Whipple Trust, Kent Whipple Trust and Kent Whipple Ranch, LLC are one and the same; and, (v) an appraisal of the Trust in 1976 dollars be confirmed⁷.

The Petition is an attempt by one individual who is also one of two Trust Co-Trustees to takeover all of the Trust property for herself: (i) to the extreme detriment of specific Trust beneficiaries; (ii)in disregard of specific Trust terms; and (iii)in complete disregard of the vote and opposing position of the Trust's other Co-Trustee, who is under a fiduciary duty to administer the Trust, safeguard Trust properties, and act in the best interests of Trust beneficiaries according to Trust terms and trust law.

II. LEGAL ARGUMENT

The undersigned Co-Trustee Warner respectfully requests that this Court Compel arbitration under the Uniform Arbitration Act of Nevada as specifically mandated in the Trust. Nevada has established a policy favoring arbitration, the Co-Trustees have entered into a valid agreement requiring arbitration, and the arbitration clause in in the Trust agreement is clear and unambiguous. As such this Court should

⁶ Exhibit C Order Amending Inter Vivos Trust entered November 16, 2007 in Case No. 3692 by the Fourth Judicial District Court of the State of Nevada in and for the County of Elko.

⁷ The alleged appraisal that has been requested by Petitioner's legal counsel, Petitioner's Exhibit 2, does not have the approval or agreement of Co-Trustee Warner as required by the Trust (see fn.4 above).

1 compel arbitration.

I

2	A. ARBITRATION UNDER THE UNIFORM ARBITRATION ACT OF NEVADA.				
3	Co-Trustee Warner opposes the Petition and argues that the Petition should be				
4	dismissed or alternatively stayed and arbitration compelled, based on the mandatory				
5	Trust language for arbitration of disagreements between Trust Co-Trustees. The Trust				
6					
7	Agreement specifically provides:				
8	"The concurring vote of two (2) Co-Trustees shall be necessary for the Trustees				
9	1) to act hereunder, when there are two (2) Co-Trustees. In the event of a				
10	disagreement at any time when there are only two (2) Co-Trustees, then the dispute shall be submitted to arbitration in accordance with the Uniform				
11	Arbitration Act of the State of Nevada." ⁸				
12	As stated in a recent 2015 Nevada Supreme Court Advance Opinion:				
13	"NRS 38.219(1) expresses Nevada's fundamental policy favoring the enforceability of				
14	arbitration agreements" ⁹ .				
15	"Ap agreement contained in a man day la transfer a				
16	"An agreement contained in a record to submit to arbitration any existing or subsequent controversy arising between the parties to the				
17	agreement is valid, enforceable and irrevocable(unless grounds exist for revocation of the agreement) ¹⁰ .				
18	The Trust here involved is under other an emperative to the line of the line o				
19	The Trust here involved is undeniably an agreement as recited and intended in opening				
20	lines of the Trust and Trust Supplement ^{n} . The Trust language is specific and				
21	unambiguous in stating " <u>In the event of a disagreement at any timethen the dispute</u>				
22	shall be submitted to arbitration ¹²				
23	Further support for arbitration can be found in a Nevada Supreme Court decision				
24					
25	addressing an earlier version of the Uniform Arbitration Act. There the Court said that				
26	⁸ Exhibit A Trust pg. 23 lns 6-11.				
27	⁹ Tallman v. The Eighth Judicial District Court of The State of Nevada, 131 Nev., Advance Opinion 71, at pg. 8 ¹⁰ NRS 38.219(1) of Nevada's Uniform Arbitration Act.				
28	 ¹¹ Exhibit A Trust pgs. 1 & 4. ¹² Exhibit A Trust pg. 23 ln 8. 				

the reason for not allowing interlocutory appeals of orders *compelling* arbitration is "obvious". "[I]f at the very threshold of the proceeding the defaulting party could appeal and thereby indefinitely delay the matter of arbitration, the object of the law [favoring arbitration] and the purpose of the written agreement of the parties would be entirely defeated." <u>*Clark Cnty. V. Empire Elec.. Inc..*</u> 96 Nev. 18, 20, 604 P.2d 352, 353 (1980). In the matter now before this Court, the "defaulting party" is the Petitioner, who has failed to obtain the concurring vote of Co-Trustee Warner regarding Trust matters and has refused to submit the Petition matters to mandatory arbitration as required by the terms of the Trust.

.22

NRS 38.247 (a)(1) authorizes the interlocutory appeal of an order *denying* arbitration, since the appealing party is seeking to enforce the object of the law [favoring arbitration] and the written agreement of the parties.

"As a matter of public policy, Nevada courts encourage arbitration and liberally construe arbitration clauses in favor of granting arbitration." <u>State ex rel. Masto.</u> <u>125 Nev. At 44, 109 P.3d at 832</u>. Similarly, Nevada law also recognizes that "strong public policy favors arbitration because arbitration generally avoids the higher costs and longer time periods associated with traditional litigation."<u>D.R. Horton v. Green</u>, 120 Nev. 549, 553 (2004), citing to <u>Burch v. Dist.Ct.</u>, 118 Nev. 438, 442, 49 P.3d 647, 650 (2002)

Nevada courts have further uniformly held that agreements to arbitrate are
specifically enforceable. *Silverman v. Fireman's Fund Ins. Co.*, 96 Nev. 30, 604 P.2d 805
(1980). Any doubts concerning the arbitrability of the subject matter of the disputes are to
be resolved in favor of arbitration and the parties are not to be deprived by the Court of
the benefit of arbitration. *Exber. Inc. v. Sletten Const.Co.*, 92 Nev. 721, 558 P.2d

1	1 517 (1976). The U.S. Supreme Court has also held because of the strong policy favoring					
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3						
4	arbitration. <u>Moses H. Cone Mem. Hosp. v. Mercury Const. Corp.</u> , 460 U.S. 1, 24 (1983).					
5	B. ARBITRATION OF CO-TRUSTEE DISAGREEMENTS BASED ON TRUST TERMS.					
6 7	The two leading cases in Arizona ¹³ and California ¹⁴ that held against enforcement					
8	of arbitration clauses in trusts have been overturned, by statute in Arizona ¹⁵ and by case					
9	law in California ¹⁶ enacted after those case decisions.					
10	In 2007, Florida became the first state to enforce a Mandatory Arbitration					
11 12	Provision for trusts (and Wills) by a statute ¹⁷ which states:					
13	"Arbitration of disputes: A provision in a will or trust requiring the arbitration of disputes, other than disputes of the arbitration of disputes other than disputes of the arbitration					
14	of disputes, other than disputes of the validity of all or a part of a will or trust, between or among the beneficiaries and a fiduciary under the will or trust, or any combination of such persons or entities, is enforceable."					
15						
16	Texas provides the leading case that enforces a mandatory arbitration clause in a trust. ¹⁸					
17	The Court addressed three theories for enforcement of a Mandatory Arbitration					
18	Provision					
19 20	in a trust. The Intent Theory, simply put, is justification to enforce a Mandatory					
21	Arbitration Provision because it resulted from a clear manifestation of the trust					
22	donor's intent. The Theory applies to trustees as well as beneficiaries. ¹⁹					
23						
24	¹³ Schoenberger v. Oelze, 96 P.3d 1078 (Ariz. Ct. App. 2004). ¹⁴ Diaz v. Bukey, 125 Cal. Rptr. 3d 610 (Ct. App. 2011).					
25	¹⁵ ARIZ.REV. STAT. §14-10205, "A trust instrument may provide mandatory, exclusive and reasonable procedures to resolve issues between the trustee and interested persons or among interested persons with regard to the					
26	 ¹⁶ Pinnacle Museum Tower Association v. Pinnacle Market Dev. (U.S.), LLC, 282 p.3D 1217 (Cal. 2012), where the California Supreme Court directed the Court of Appeals to vacate and reconsider its decision in Diaz, supra fn. 14. ¹⁷ FLA.STAT. §731.401(1). ¹⁸ Rachal v. Reitz, 11-0708, Supreme Court of Texas, May 3, 2013. 					
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28	¹⁹ Id at 2 & 3.					
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The <u>Benefit Theory</u>, stands for the broad rule that a beneficiary who accepts Benefits from a trust either (i) impliedly agrees to be bound by its terms or (ii) is estopped from challenging the validity of the terms of the trust.²⁰ This Theory only Applies to beneficiaries, who receive/accept the benefits under the trust (a trustee does not receive benefits under the trust, but rather receives compensation for services).

The <u>Contract Theory</u>, briefly stated would be against enforcement of a trust's Mandatory Arbitration clause because a trust is not a contract; however, a trust is an "agreement" and the Texas Arbitration Act does not require a "contract" but rather requires an "agreement". The Court then analyzed the requirements for an "agreement" and held an "agreement" need not meet all the formal requirements of a contract, but it must be supported by mutual assent of the parties, which assent is typically manifested by signing an agreement.²⁴ The Court finally relied on the <u>doctrine of direct benefits estoppels</u> (a form if equitable estoppel), and held "a beneficiary who attempts to enforce rights that would not exist without the trust manifests assent to the trust's arbitration clause."

The Texas Supreme Court also indicated that the claims for breach of fiduciary duty by misappropriating trust assets and failing to provide an accounting were within the scope of the arbitration provision.²²

Application of the *Rachal v. Reitz* holdings to the facts presented by the Petition now before this Court would support enforcement to the mandatory arbitration clause in the Trust on all three above Theories.

 27
 20 Id. At 3&4.

 21 Id. At 3 & 4.
 21 Id. At 3 & 4.

 28
 22 Is. At 4.

1	1. <u>Intent Theory</u> supports enforcement because the creators of the Trust so					
2	intended to include and have the mandatory arbitration clause control.					
3	the appointment to Co-Trustee Warner as reflected in the					
4	Elko County District Court Order appointing Co-Trustee Warner as a Successor Trustee. Which appointment Co-Trustee Warner accepted.	1				
5	See said Order, footnote 6 above. Co-Trustee Warner has again also signed his acceptance of the Trust and Co-Trustee position. ²³					
6	2. <u>Benefit Theory</u> supports enforcement because Trust beneficiary Jane Whipple					
7	has accepted the benefit of being and acting as a CoTrustee of the Trust and is now seeking, and in the past has used, Trust benefits through claims of	-				
8	ownership and control of the specific Nevada water rights and further asserte					
9	benefits of Trust share A ownership and benefits regarding Trust real property. ²⁴					
10	3. <u>Contract Theory</u> supports enforcement because the Trust is an agreement and					
11	Doth Co-Trustee Jane and Co-Trustee Warner have manifested their assent to	1				
12	the Trust by signing their acceptance. ²⁵ Additionally the Uniform Arbitration Act of Nevada only requires "an agreement contained in a record to submit to					
13	arbitration". ²⁶					
14	C. STAY OF PETITION.					
15 16	Co-Trustee Warner has submitted a demand for arbitration to legal counsel					
17	for Petitioner ²⁷ and to date Petitioner has refused and declined to arbitrate the Matters					
18	set forth in the Petition and the other disagreed Trust matters. NRS 38.221(1)(b) provides:					
19	"On motion of a person showing an agreement to arbitrate and alleging another					
20	person's refusal to arbitrate pursuant to the agreement:(b) If the refusing party					
21	opposes the motion, the court shall proceed summarily to decide the issue and order the parties to arbitrate unless it finds that there is no enforceable agreement					
22	to arbitrate."					
23	NRS 38.221(6) provides:					
24	"If a party makes a motion to the court to order arbitration, the court on Just terms <u>shall stay any judicial proceeding</u> that involves a claim alleged to be					
25	subject to the arbitration until the court renders a final decision under this					
26	²³ Exhibit D acceptance of Co-Trustee Warner.					
27	²⁷ Petition pp. 2-5. ²⁵ See Exhibit A Trust signature pages. Exhibit C Order and Exhibit D Co-Trustee Warner accentance					
28	 ²⁶ NRS 38.219(1). ²⁷ Exhibit E and F demands for arbitration. 					
	8	:				
1		i				

	11				
1	section."				
2	NRS 38.221(4) provides:				
3	"The court may not refuse to order arbitration because the claim subject to Arbitration lacks merit or grounds for the claim have not been established."				
4	Co-Trustee Warner has shown an agreement to arbitrate, as contained in the Trust				
5					
6	agreement and its below mandatory arbitration language:				
7	"The concurring vote of two (2) Co-Trustees shall be necessary for the Trustees				
8	to act hereunder, when there are two (2) Co-Trustees. In the event of a disagreement at any time when there are only two (2) Co-Trustees, then the				
9	dispute shall be submitted to arbitration in accordance with the Uniform Arbitration Act of the State of Nevada. ²²⁸				
10	•				
11	To date, Petitioner has refused and failed to arbitrate. ²⁹ Co-Trustee submits he has				
12	Meet the jurisdictional requirements of NRS 38.22(1) by showing an agreement to				
13	Arbitrate and alleging another person's refusal to arbitrate.				
14	D. THE TRUST AGREEMENT IS CLEAR AND UNAMBIGUOUS.				
15 16	The Trust agreement between Petitioner Co-Trustee Jane and this moving party				
17	Co-Trustee Warner clearly and unambiguously requires arbitration "in the event of a				
18	disagreement at any time" between the two (2) Co-Trustees. Nevada courts consistently				
19	enforce unambiguous contracts according to their plain language. <u>Renshaw v. Renshaw</u> ,				
20	96 Nev. 541,611 P.2d 1070 (1980). Courts are bound by language that is clear and free of				
21					
22	ambiguity and cannot, using the guise of interpretation, distort the plain meaning of the				
23	agreement. <u>Watson v. Watson</u> , 95 Nev. 495, 496 P.2d 507 (1979).				
24	It is clear from the language of the Trust that arbitration was intended. As such,				
25	the Trust language clearly and unambiguously requires that the Co-Trustees arbitrate				
26 27	their disagreements regarding this Petition and its disputed contents, and this Court	:			
27	²⁸ Exhibit A Trust p. 23. ²⁹ Exhibit E and F.				

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should enforce the clear language of the Trust agreement. <u>See. e.g., Southern Trust</u> <u>Mortgage Co. v. Kay & Door Co., Inc.</u>, 104 Nev. 564, 763 P.2d 353 (1988) (holding that where a document is clear and unambiguous, the court must construe the document from its language); <u>see, e.g., Love v. Love</u>, 114 Nev. 572, 959 P.2d 523 (1983) (concluding that a clear and unambiguous document on its face must be construed according to its plain language). So, overwhelming Nevada authority holds that unambiguous agreements must be construed according to their plain language.

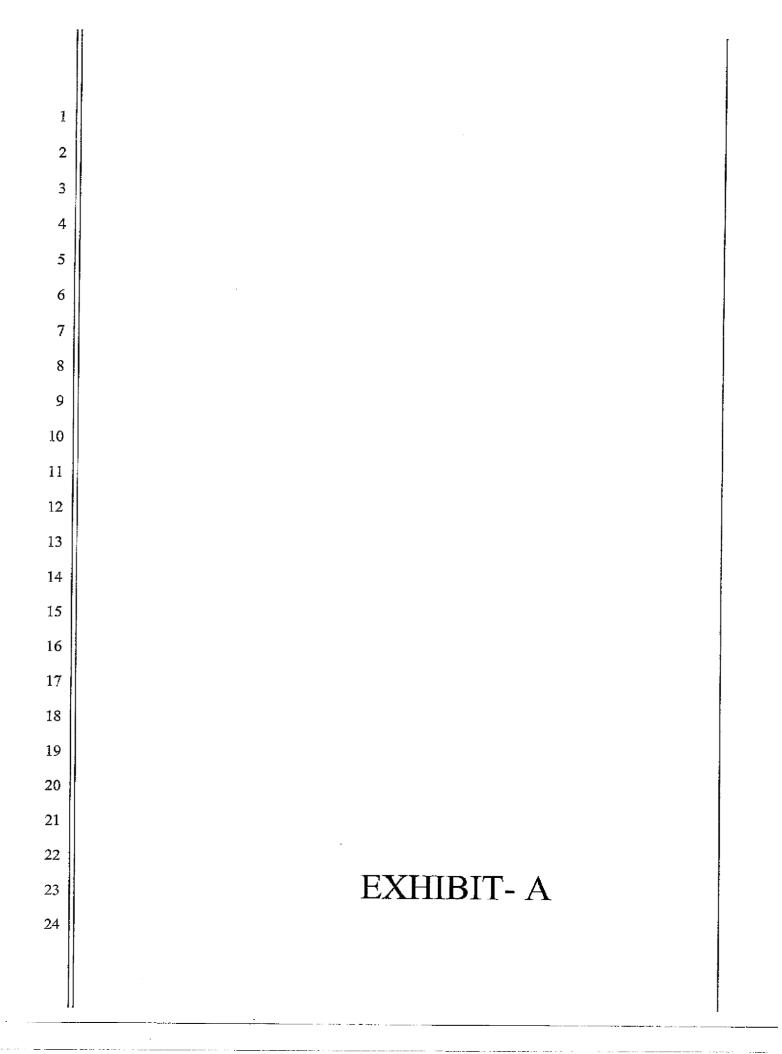
II. CONCLUSION

Co-Trustee Warner respectfully requests that this Court compel the arbitration of the disagreements between Co-Trustee Jane and Co-Trustee Warner regarding their disputes relating to the Petition and its contents. There is a valid, clear and unambiguous Trust agreement requiring arbitration of Co-Trustee disagreements. Disputes and disagreements have now arisen concerning Petitioner's actions in filling the present Petition and concerning the disputed allegations contained in that Petition.

The Petition should be dismissed or stayed pending arbitration pursuant to the Uniform Arbitration Act of Nevada. Nevada law (as articulated by both the Nevada Legislature and the Nevada Supreme Court) uniformly holds that the agreed arbitrability of disputes must be enforced as provided in an agreement. The Trust agreement here involved requires in clear and unambiguous language arbitration **"In the event of a disagreement at any time"** between the two (2) Co-Trustees.

Arbitration should be compelled for the Co-Trustees' disagreements and disputes regarding the pending Petition and the Petition's related Trust matters, and the

1	Petition and/or other action by Petitioner should be stayed in the interim. Attorney fees					
2	costs and expenses, per the Trust are to be paid by the Trust for both Co-Trustees [Co					
3	Trustee Jane and Co-Trustee Warner] so there will be an effective arbitration rather than					
4	a biased and unequal administration of the arbitration with the Trust only paying the					
5						
6	fees, costs and expenses of one Co-Trustee [Co-Trustee Jane].					
7	Respectfully submitted this $\frac{24}{24}$ day of November, 2015.					
8						
9	Ail A porcelet					
10 11	Nick A. Moschetti, Nevada Bar No. 0920 BINGHAM SNOW & CALDWELL					
11	Attorneys for Warner Whipple, Co-Trustee					
13	CEDTIFICATE OF CONVERT					
14	<u>CERTIFICATE OF SERVICE</u>					
15	Pursuant to NRCP 5(b) I certify that I am an employee of Bingham Snow & Caldwell, and that on this day; I caused a true and correct copy of the					
16	foregoing document to be served, to the following:					
17	ATTENDED DE SOUPECORD	RELEVIENCES. MERRIESIENTRE DE SE	MELLINGLICH STA			
18	Matthew D. Carling Cedar Legal		Personal Service			
19	1100 S. 10 th St.	Jane Whipple	⊠ Email / E- File			
20	Las Vegas, 89101 cedarlegal@gmail.com		☐ Facsimile ⊠ Mail			
21						
22	DATED this day of November, 2015,					
23						
24	An employee of Bingham Snow & Caldwell					
25						
26 27						
28						
	11					



8:32 7022576857

WHIPPLE

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UPPLEMENTAL TRUST AGREEMENT

THIS SUPPLEMENTAL TRUST AGREEMENT is entered into between KENT WEIPPLE, also known as KENT O'NEIL WEIPPLE, and JANE WEIPPLE, also known as JANE ELEANOR R. WHIPPLE, also known as BETTY JANE WHIPPLE, his wife, hereinafter referred to as the "Trustors" or separately as "Busband" and "wife" respectively, and KENT WEIPPLE and JANE WEIPPLE, hereinafter jointly referred to as the "Trustee".

WHEREAS these Trustors entered into a Trust Agreement dated March 17, 1969 and wish to hereby modify certain terms of the trust, and as modified to ratify, confirm and readopt said trust and all actions heretofore taken by the Trustors and Trustee.

NOW THEREFORE, pursuant to the express powers reserved in said Trust Agreement of March 17, 1959, the following amendments and modifications are hereby made to said Trust Agreement:

PIRST: Article "SIX": (d) is hereby amended to read as follows:

"(d) Upon the death of either Trustor, the Trustee shall divide the trust estate into two (2) trusts, hereinafter called Trust "A" and Trust "B", which shall constitute separate trusts And shall be held and administered as such. At the Trustee's discretion the assets of the trust estate to be divided pursuant hereto may be divided and allocated in kind, by undivided interest, by actual division, or by any combination of such methods of division."

SECOND: Article "SIX": (d) is hereby amended to read as follows:

"(e) There shall be placed in Trust "A":

(1) The surviving Trustor's share of the community property subject to the terms of this Trust.

(2) Out of the other assets subject to the terms of this Trust, including the decedent's share of the community property in this Trust and those received www.Hull. MARINS & MALER, LTD. ATTOMNEYS AND COMPANY. BIO INNO A DECEMBER MICE, NEW ASSET

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by the Trustee upon or by reason of the det.d of the first Trustor to die, the Trustee shall add to Trust A the fractional share of said assets which is equal to the maximum maritial deduction allowed for Federal Estate Tax purposes in the estate of said deceased Trustor, loss the value of all assets or interest which pass or have passed to the surviving Trustor other than by the terms of this Trust, and which qualify for marital deduction in the estate of said decedent.

(3) In making the computations and the allocations of property to Trust "A" required by the preceding paragraphs (1) and (2), the determination of the character and concership of property and the value thereof shall be as finally established for Federal Estate Tax purposes in said decedent's estate.

(4) All of the rest, residue and remainder of the assets subject to the terms of this Trust shall be allocated to Trust "B"."

THIRD: As hereby amended and modified the Trust Agreement dated March 17, 1969 made by the undersigned Trustors and Trustee, and all actions of the Trustors and Trustees hereunder to date is hereby ratified, confirmed, approved, agreed to and said Trust Agreement as herein modified and amended shall remain in full force and effect.

IN WITNESS WHEREOF, we have hereunto set our hands this <u>30th</u> day of Jahuary; 1977.

KENT O'NEIL WHIPPLE ANE LLEANOR R. WHIPPLE C FINT AUGHAN, HULL MARFISI & MRLER, LTD.

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STATE OF NEVADA

On January 30, 1977, personally appeared before me, a Notary Public, KENT WHIPPLE and JANE WHIPPLE, his wife, who acknowledged to me that they executed the above instrument.

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THIS TRUST AGREEMENT is entered ... to between KENT. WHIPPLE, also known as KENT O'NEIL WHIPPLE, and JANE WHIPPLE, also known as JANE ELEANOR R. WHIPPLE, also known as BETTY JANE WHIPPLE his wife, hereinafter referred to as the "Trustors", or separately as "Husbend" and "Wife" respectively, and KENT WHIPPLE and JANE WHIPPLE, hereinafter jointly referred to as the "Trustee".

8 The Trustors, desiring to establish a Trust, ONE: have assigned, transferred and delivered, and by these presents 9 do assign, transfer and deliver to the Trustee all of the real 10 11 property and personal property of every nature whatsoever belonging to the Trustors, including, but not limited to, the property 12 described in Schedule "A" attached hereto and made a part of this 13 14 Trust Agreement. Receipt is hereby acknowledged by the Trustee of the assets enumerated in Schedule "A". The Trustors may from 15 16 time to time add additional properties or policies of insurance to this Trust by transferring such property or assigning such 17 policies to the Trustee, or by causing the Trustee to be named as 18 beneficiary thereunder. In either case, such property and 19 policies of insurance, and their proceeds, shall be subject to the 20 | 21 terms and conditions of this Agreement.

22 No consideration was nor will be given to or TWO: 23 by the Trustee for the conveyance or transfer to him of any of 24 the Trust Estate. The Trustee accepts such title to the Trust 25 Estate as is conveyed or transferred to him hereunder without 26 liability or responsibility for the condition or validity of such 27 title, and the Trust Estate has been or will be conveyed or transferred to the Trustee, IN TRUST, with power of sale, for the uses 28 29 and purposes herein provided.

30THREE: The Trustee acknowledges that he may be named31as beneficiary under insurance policies of the Trustors, and32agrees to hold the same and the proceeds thereof subject to the

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conditions he (a stated. 1 2 FOUR: The Trustee, upon being informed as to the death of theinsured or the earlier maturity of any insurance 3 policies, shall receive the proceeds thereof and is hereby author-4 ized to execute the necessary receipts and releases to the insur-5 6 ance companies concerned. 7 FIVE: The Trustors reserve during such time as the 8 Eusband and Wife are both living the following rights and powers to be exercised by them, without the consent or participation of 9 the Trustee or any beneficiary of this Trust, including, with-10 out limiting the generality, the following rights and powers: 11 12 (a) The right to revoke this Trust, or 13 by supplemental agreement to modify the terms of 14 this Trust from time to time without the consent of 15 the Trustee, or any beneficiary, provided, however, 16 that the duries, powers, and liability of the Trustee 17 hereunder shall not be substantially changed without 18 his written consent. Except as hereinafter provided, 19 such powers of revocation and modification are par-20 sonal to the Trustors and shall not be assignable 21 nor accrue to any other person, nor shall they ex-22 tend to their estates nor to their legal representa-23 tives, nor to any beneficiary named herein nor to 24 any other person. 25 (b) To receive or apply dividends, dis-26 ability benefits, premium refunds, proceeds of 27 matured insurance policies, losn or surrender or 28 commuted values or any other sum due under any in-29 surance policies contributed to this Trust. 30 (c) To obtain and receive cash advances or loans as may be advisable under any life insur-

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ance policies contributed to this Trust.

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To exercise any ci ons or privileges granted in any such policies or plans. The rights and powers reserved in (a) through (d), inclusive, in this Paragraph FIVE shall, except as hereinafter provided, cease upon the death of either Trustor, and thereafter this Trust shall be irrevocable and shall not be subject to amendment or modification.

8 All property now or hereafter subject to this SIX: Trust shall constitute the Trust Estate, and shall be held, 9 managed and distributed as bereinafter provided: 10

11 During the lifetime of the Trustors, the Trustee shall 12 distribute the income and principal in the following manner:

> The Trustee shall pay or reserve suf-(a) ficient funds to pay all expenses of management and distribution of the Trust Estate, including the compensation of the Trustee, all or any part of which may, in the discretion of the Trustee, be charged either to income or principal of the Trust Estate.

The remaining income shall be and is hereafter referred to as "net income",

(b) During the lifetime of both of the Trustors, the net income from the entire Trust Estate shall be distributed to or for the use and benefit of the Trustors in conthly or other convenient installments, but not less frequently than annually. If at any time during the lifetime of both of the Trustors, the net income shall be inadequate for the needs, comfort and pleasure of the Trustors, or their descendants, the Trustee may, in its discretion, pay to or apply for the benefit of said beneficiaries, in addition to the payments of income as hereinabove provided, such amounts of the

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pri : pal of the Trust Estate as he Trustee may deem necessary for said purposes.

(c) If at any time during the period set forth in sub-paragraph (b) of Paragraph SIX, the Trustors shall be incompetent or shall in the judgment of the Trustee be unable for any other reason to act in their own behalf, the Successor Co-Trustees may, in their discretion, pay to or apply for the health, support, maintenance and comfort of the Trustors, or their descendants, in eddition to the payments of income as hereinabove provided, such amounts of the principal of the Trust Estate as the Successor Co-Trustees may from time to time deem necessary or advisable for their use or benefit.

(d) Upon the death of either Trustor, the Trustee shall segregate and divide the Trust
 Estate into two trusts, hereinafter called Trust
 "A" and Trust "B", which shall constitute separate trusts and shall be held and administered as such.

(e) There shall be placed in Trust "A":

(1) The fractional share belonging to the surviving Trustor of the community property subject to the terms of this Trust.

(2) Out of the other assets subject to the terms of this Trust, including those received by the Trustee upon or by reason of the death of the first Trustor to die, which are eligible to satisfy the marital deduction, the Trustee shall add to this Trust the fractional share of said assets which is equal to

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the maximum marital de_i tion allowed for Federal Estate Tax purposes in the estate of said deceased Trustor, less the value of all assets or interest which pass or have passed to the surviving Trustor other than by the terms of this Trust, and which are eligible to satisfy said marital deduction.

(3) In making the computations and the allocations of property to Trust "A" required by the preceding paragraphs (1) and (2), the determination of the character and ownership of property and the value thereof shall be finally established for Federal Estate Tax purposes.

(4) All of the rest, residue and remainder of the assets subject to the terms of this Trust, including those received by the Trustee upon or by reason of the death of the first Trustor to die, shall be allocated to Trust "B".

PROVISIONS OF TRUST "A".

(1) The entire net income from Trust "A" shall be paid to or applied for the benefit of the surviving Trustor in monthly or other convenient installments during his or her lifetime, but in no event less often than annually.

(2) If the income is not adequate to maintain the surviving Trustor in a manner similar to his or her standard of living while living with the deceased Trustor, the Trustee may pay to him or her, or apply for his or her benefit so much of the principal of

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the frust as he may, in his die etion, deem proper or necessary for that purpose, taking into account 3 any income available to him or her from other sources. The Trustee shall make such principal 8 disbursements to the surviving Trustor out of the 6 corpus of Trust "A" before making any disbursements 7 of principal to the surviving Trustor from Trust 8 "B" 9 (3) In the event the Wife survives the 10 Husband : 11 (a) She shall have the power, exer-12 cisable in all events and at any time or 13 from time to time after the Husband's 14 demise, to withdraw all or any part of 15 the principal of Trust "A", and to require 16 the Trustee to distribute the same to her, 17 discharged of this Trust. Such power may 18 be exercised by written instrument filed 19 with the Trustee. There is further con-20 ferred on the Wife, the absolute power to 21 distribute by her Last Will and Testament 22 the remaining assets of the Trust to any-23 one she chooses, including her estate, her 24 creditors, or the creditors of her estate. 25 If and to the extent that the **(b)** 26 Wife shall fail to exercise such powers, 27 the principal and accrued and undistri-28 buted net income of this Trust shall, upon 29 her demise, be transferred to and become a 30 part of Trust "B" and shall be held, admini-31 stered and distributed as is hereinafter 32 provided with respect to Trust "B", excepting -A Vai

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however that the Trusts in its discretion may first pay out of the principal, the Wife's last illness and burial expanses Federal Estate Taxes, Nevada Inheritance Taxes, and any gift taxes assessed against her estate, together with interest, penalties, costs, Trustees' compensation and attorney fees, unless other adequate provisions shall have been made therefor.

(4) In the event the Husband survives the Wife:

(a) He shall have the power, exercisable in all events and at any time or from time to time after the Wife's demise to withdraw all or any part of the principal of Trust "A", and to require the Trustee to distribute the same to him, discharged of this Trust. Such power may be exercised by written instrument filed with the Trustee. There is further conferred on the Husband, the absolute power to distribute by his LastWill and Testament the remaining assets of the Trust to anyone he chooses, including his estate, his creditors, or the creditors of his estate.

(b) If and to the extent that the Husband shall fail to exercise such powers, the principal and accrued and undistributed net income of this Trust shall, upon his demise, be transferred to and become a part

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of Trust "B" and shall'. held, administered and distributed as is hereinafter provided with respect to Trust "B", excepting, however, that the Trustee, in its discretion, may first pay out of the principal, the Husband's last illness and burial expenses, Federal Estate Taxes, Nevada Inheritance Taxes, and any gift taxes assessed against his estate, together with interest, penalties, costs, Trustees' compensation and attorney fees, unless other adequate provisions shall have been made therefor.

(5) The interests of the beneficiaries in principal or income shall not be subject to claims of his or her creditors, nor others, nor to legal process, and may not be voluntarily nor involuntarily alienated nor encumbered.

PROVISIONS OF TRUST "B".

(1) Upon the death of the first Trustor to die, if the surviving Trustor shall be in want of additional monies to maintain himself or herself in a manner similar to his or her standard of living at the time of death of the Trustor who died first, taking into account any other assers or income available from other sources, including the aforesaid payments from Trust "A", the Trustee may, in its absolute discretion, pay to or apply for the benefit of the surviving Trustor so much of the income or principal from this Trust as the Trustee may from time to time deem necessary or advisable for the health, support, maintenance and comfort

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of the surviving Trustor.

(2) Anything contained herein to the contrary notwithstanding, no payment shall be made to the surviving Trustor from the principal or income of Trust "B" until such time as Trust "A" is substantially exhausted both as to principal and income. At such time as the income and principal of Trust "A" is substantially exhausted, the net income of Trust "B" shall be paid to the surviving Trustor in monthly or other convenient installments during his or her lifetime, but in no event less often than annually.

(3) Upon the death of the surviving Trustor, the remaining assets of the Trust shall be divided into as many separate trusts as there are children of the Trustors living, providing that if any such child be then deceased leaving issue surviving at the date of such division, such deceased child shall be considered as living for the purposes of such division, and in that event the Trustee shall set aside and distribute one of such equal shares to the issue of any such deceased child per stirpes. Each of the Trusts thus established shall be administered as separate Trusts, as hereinefter provided, but without the necessity of the Trustee making physical division of the assets unless the Trustee deems it necessary or advisable to do so. The assets set aside for the use and benefit of

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the : ustors' issue shall be hele administered and distributed as follows:

The Trustee shall set aside (a) one of such shares for each of the Trustors' children by right of representation in a separate trust and shall distribute so much of the net income derived therefrom as in the sole discretion of the Trustee may be deemed necessary or advisable for such child's health, support, maintenance or education, including study at an institution of higher learning, or to commence a business or profession, to or for the use or benefit of such child until he or she attains the age of twenty-one (21) years, and any accumulated income not so required shall be added to the principal of such share. Thereafter, the entire net income from said share shall be distributed quarterly to or for the use or benefit of such child until he or she attains the age of twenty-five (25) years, at which time one-half (1/2) of the then principal of such share shall be distributed to such child; and thereafter, the entire net income from the balance of the principal of such share shall be distributed quarterly to or for the use or benefit of such child until he or she attains the age of thirty (30) years, at which time the entire balance of the principal of such share together with any undistributed income therefrom, shall be distributed to such child.

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Upon the de h of any such **(b)** child before becoming entitled to receive the whole of his or her share of the Trust Estate, the Trustee, after paying the expenses of the last illness and burial of such deceased child, unless such expenses shall have been paid or provided for apart from this Trust, shall distribute the entire principal of such share, or so much thereof as then remains, together with any undistributed income therefrom, to the then surviving issue of such deceased child per stirpes, subject however, to the provisions of sub-paragraphs (a) and (b) hereof. If such deceased child shall leave no such issue then surviving, the same shall be added in equal portions to the shares then held for the benefit of the other children, and to those previously distributed therefrom, excluding the share of each child theretofore deceased as to whom them survies no issue, but including by right of representation the issue of any deceased child. If any portion of a share has theretofore been distributed, then a similar portion of the added share shall likewise be distributed.

(4) (a) If at any time during the lifetime of both Trustors, in the absolute discretion of the Trustee, any child or grandchild of the Trustors, or issue of such grandchildren, should be in want of

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additional monies for their health, support and maintenance, the ...ustee may pay to or apply for the benefit of such individual such amounts from the income or principal of the Trust Estate as the Trustee may from time to time deem necessary or advisable for such beneficiary's health, support, maintenance or education, including study at an institution of higher learning.

(b) If at any time after the death of one Trustor, and during the lifetime of the surviving Trustor, in the absolute discretion of the Trustee, any child or grandchild of the Trustors, or issue of such grandchild, should be in want of additional monies for their health, support and maintenance, the Trustee may pay to or apply for the benefit of such individual, such amounts from the income or principal of Trust "B" as the Trustee may from time to time deem necessary or advisable, provided such payments do not jeopardize the security of the surviving Trustor.

(c) If at any time after the death of both Trustors, in the absolute discretion of Trustee, any child or grandchild of the Trustors should be in want of monies for their health, support or maintenance, or to commence a business or profession, the Trustee may pay to or apply for the benefit of such individual, in addition to the payments hereinabove provided, such amounts from the principal of his or her

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ť. respective share of the just Estate, up to the whole of said part, as the Trustee may 2 from time to time deem necessary or advisable 3 for such beneficiary's health, support, maintenance, or education, including study at an 5 institution of higher learning, or to com-6 7 mence a business or profession, or the 8 Trustee may in its sole discretion during 9 any calendar year pay to or apply for the 10 benefit of such individual the greater of the following amounts: FIVE THOUSAND DOLLARS 11 12 (\$5,000.00) or FIVE PER CENT (5%) of the 13 argregate value of the Trust Estate set 14 · aside for such beneficiary. 15 The interests of beneficiaries in (5) 16 principal or income shall not be subject to claims 17 of their creditors nor others, nor to legal process, 18 and may not be voluntarily nor involuntarily alien-19 ated nor encumbered. 20 Any other provisions hereof to the (6) 21 contrary notwithstanding, unless terminated at an 22 earlier date under the foregoing provisions, all 23 Trusts created herein shall terminate at the expir-24 ation of twenty-one (21) years after the death of the 25 last surviving beneficiary living on the date of 26 the execution of this Trust Agreement. If any Trust created herein is terminated by reason of the oper-27 28 ation of this paragraph, the Trust as then existing 29 shall go and be distributed to the persons then entitled to the income therefrom in the same proportions 30 31 in which they were receiving or were entitled to re-32 ceive said income. ala.

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1SEVEN:To carry out the purposes of this Trust,2the Trustee is vested with the following powers in addition to3those now or hereafter conferred by law, affecting the Trust4and the Trust Estates, subject to the provisions heretofore5set forth in Paragraph FIVE;

(a) The Trustee shall have the power to manage and control, invest and reinvest, sell or assign, the proceeds of such life insurance policies and the funds of the Trust Estate, in such investments as the Trustee may elect, and also in such other investments as are hereinabove specifically authorized. He shall have the power to exercise any right or option of subscription or otherwise which may at any time be given to the holders of any securities of the Trust Estate.

(b) To manage, control, sell, convey, exchange, partition, divide, subdivide, improve, repair; to grant options and to sell upon defarred payments; to lease for terms within or extending beyond the duration of this Trust for any purpose, including exploration for and removal of gas, oil or other minerals; and to enter into community oil leases.

(c) To retain property and to invest, and reinvest as provided by law from time to time existing.

(d) To borrow; to place, replace, renew,
 or extend any encumbrances upon any real property;
 and to institute, compromise and defend actions
 and proceedings.

(e) To participate in voting trusts, poolin, agreements, foreclosures, reorganizations, consoli-

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de' ns, mergers, and liquidations, and in connection therewith, to deposit securities with and transfer title and delegate discretions to any protective or other committee as the Trustee may deem advisable.

(f) Upon any division or partial or final distribution of the Trust Estate, to partition, allot, and distribute the Trust Estate in undivided interests or in kind, at valuations determined by the Trustee, and to sell such property as the Trustee may deem necessary to make division and distribution.

(g) To determine what is principal or income of the Trust Estate and apportion and allocate in his discretion, receipts and expenses as between these accounts. Except insofar as the Trustee shell exercise this discretion, matters relating to the rights of beneficiaries among themselves as to principal and income shall be governed by the provisions of the Principal and Income Act from time to time existing.

(h) The enumeration of certain powers of the Trustee shall not limit its general powers, the Trustee subject always to the discharge of its fiduciary obligations, being vested with and having all the rights, powers and privileges which an absolute owner of the same property would have.

(i) Upon the death of the first to die of the Husband or Wife, or upon the death of any other beneficiary, the expenses of last illness and burial, and any estate, inheritance, succession or other death taxes, duties, charges, or assessments, together with interest, penalties, costs, Trustees' compensations and attorney fees, which shall become due or be occasioned by reason of the Trust Estate

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o: my interest therein being · : ludible for such tax purposes, shall be paid by the Trustee out of his or her share of the community property interest in the Trust Estate, or his or her share of the Trust Estate, as the case may be, unless other adequate provisions shall have been made therefor. Any such payments shall be charged to principal of the share of the Trust Estate or the separate Trust so included.

(j) Upon the death of the last Truster to die, all estate, inheritance, succession, or other death taxes or duties (by whatever name called) which shall become due by reason of the Trust Estate or any portion thereof being includible for such tax purposes, shall be paid by the Trustee out of the said deceased beneficiary's Trust (the "A" Trust). Any other costs, including Trustees' compensation and attorney fees, which shall be due or be occasioned by the death of the Trustors, or either of them, may be paid by the Trustee out of income or principal from either Trust "A" or Trust "B", unless other adequate provisions shall have been made therefor.

(k) The Trustee shall have full power and authority to pay from the Trust Estate any other taxes, charges or assessments for which the Trustee, the Trust Estate or any interest therein becomes liable, and any such payments shall be made from and charged to either income or principal of the Trust Estate or any share or separate trust thereof; as the Trustee,; in its discretion, deems proper.

(1) The Trustee may make such payments directly or to a personal representative or other

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iary, the Trustee may rel pon a written state-£ ment of such fiduciary as to the amount and propriety of such taxes, interest, penalties, and other costs. and shall be under no duty to see to the application of any funds so paid. The Trustee shall sell assets from (m) Trust "A" to Trust "B" or between the separate Trusts or shares, as may exist from time to time, on such terms and at such fair market values as the Trustee may determine. The Trustee may loan or advance monies which are funds of the Trust Estate from env one of the several trusts or shares to any of the other trusts or shares as may exist from time to time upon such terms, conditions and security as the Trustee may, in its discretion, determine to be fair and reasonable.

(n) Upon the death of either Trustor, the Trustee may, within its discretion, purchase assets from the estate of the deceased Trustor at a fair value. The propriety of the purchase, the amount of such assets purchased, and the ascertainment of fair value shall be solely within the discretion of the Trustee, and the Trustee shall incur no liability as a result of such purchase or purchases whether or not such assets constitute investments which may ordinarily be made by Trustees. At its discretion, the Trustee may loan monies which are funds of the Trust Estate to the estate of the deceased Trustor, upon such terms as the Trustee and the personal representative of the deceased Trustor may agree.

(o) The Trustee shall have the power to budget the estimated income and expenses of the

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2 St in such manner as to eq lize, as far as possible, periodic income payments to the beneficiaries.

(p) The Trustee shall not at any time be required to make any accounting of the administration of the Trust Estate to any court or public authority whatsoever. Any and all accounting shall be made to the beneficiaries of the Trust or to the legal guardian or conservator of any beneficiary who has not reached the age of majority, or who has been declared incompetent.

For the purposes of allocation thereof (q) between the Trusts, as hereinabove provided in Paragraph SIX, for the purpose of determining the nature and character of the property in the event the Trust is terminated or partially revoked and assets distributed to the Trustors, and for tax purposes, it is the express intent of the Trustors, that in the event either of the Trustors hereafter acquire any separate or community property and transfer the same to this Trust, said separate or community property shall retain its status as separate or compunity property subsequent to the time it is transferred to this Trust. In the event that any separate or community property is at any time hereafter transferred out of the Trust, it shall retain its character as separate or community property subsequent to being transferred out of the Trust.

EIGHT: The Trustors declare that all property in which they have an interest or which stands in the name of KENT WHIPPLE; a/k/a KENT O'NEIL WHIPPLE, and/or JANE WHIPPLE, a/k/a

HANTHE A REATON

86/16/2087 68:32 7822576857 WHIPPLE JANE ELEANOP ". WHIPPLE, is wholly community property under the 1 laws of the State of Nevada, irrespective of the manner in which 2 record title is held, or has been held prior to the transfer to 3 the Trustee under this Trust. 4

The primary purpose of this instrument is to 6 NINE: provide for the income beneficiaries, and the rights and interests 7 of remaindermen are subordinate to that purpose. The provisions 8 of this instrument shall be construed liberally in the interests 9 of and for the benefit of the income beneficiaries. 10

Upon the resignation, inability to act, or TEN: death of JANE WHIPPLE, then KENT WHIPPLE shall act as the sole Trustee. Upon the resignation, inability to act, or death of 14 KENT WHIPPLE, then JANE WHIPPLE and KEITH MUBRAY WHIPPLE shall act as Successor Co-Trustees. Upon the resignation, inability 16 to act, or death of both of the original Trustees, then KEITH MURRAY WEIPPLE shall act as the sole Successor Trustee. Upon the 18 resignation, insbility to act, or death of KETTH MURRAY WHIPPLE, 19 then the FIRST NATIONAL BANK OF NEVADA shall act as the Successor 20 21 Trustee.

The individual Successor Co-Trustees shall be 22 entitled to compensation for their services, which shall be the 23 compensation normally charged by corporate trustees under similar 24 The individual Trustees named herein shall serve circumstances. 25 without bond. 26

Each Successor Co-Trustee must at all times be 27 fully informed of each and every official act performed by the 26 other Trustees and must be furnished with an accounting of all in-29 come, expenditures and activities of the Trust at least quarterly 30 Each Co-Trustee at all times shall have the right to examine any 31 and all Trust books of account, reports, files and papers of ever 32

ALERIGHT & HEATON

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RIGHT & HEATON

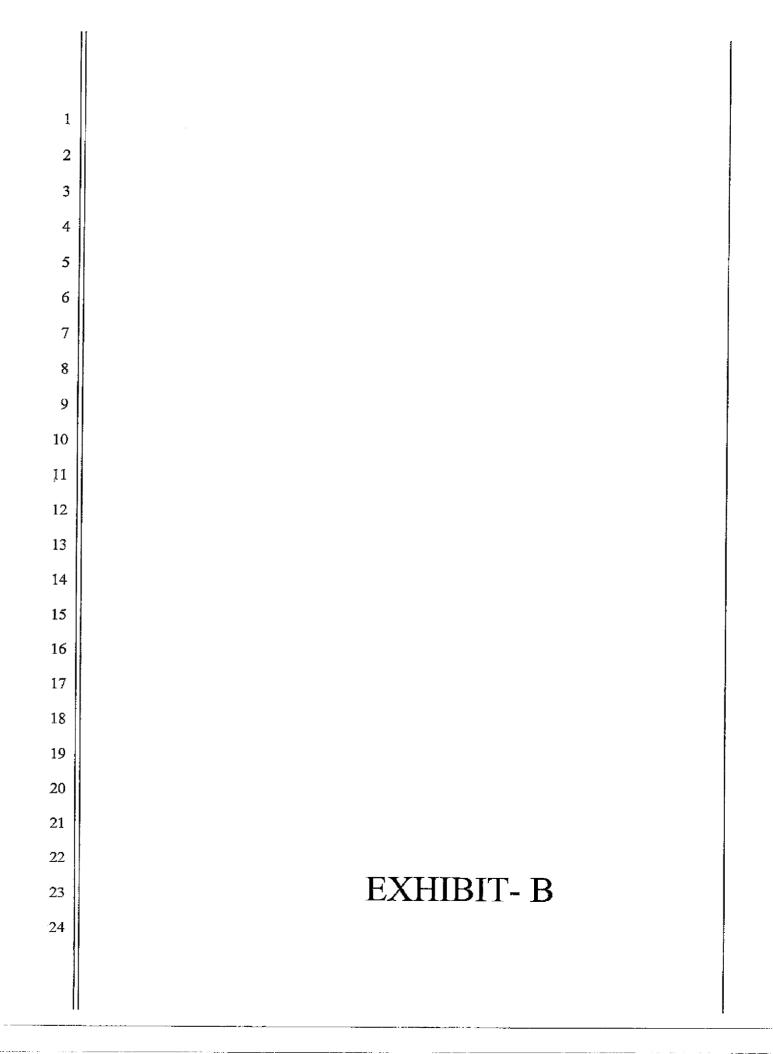
PAGE 23/24 1 Any individual Co-Tr see shall have the nature whats er. right to demand a complete audit of the Trust by an independent 2 firm of Certified Public Accountants at the expense of the Trust 3 at any time or from time to time, without the consent of the other 4 Co-Trustees, and this power shall not be subject to arbitration. 5 The concurring vote of two (2) Co-Trustees shall be 6 7 necessary for the Trustees to act hereunder, when there are two 8 In the event of a disagreement at any time (2) Co-Trustees. 9 when there are only two (2) Co-Trustees, then the dispute shall be 10 submitted to arbitration in accordance with the Uniform Arbitration 11 Act of the State of Nevada. 12 ELEVEN: As used in this Trust, the singular shall be 13 deemed to include the plural, and the masculine, feminine, or 14 neuter shall be deemed to include each of the other two genders. 25 TWELVE: This Agreement has been delivered in the State 16 of Nevada. The laws of the State of Nevada shall govern the validity and interpretation and administration thereof, notwith-18 standing the residence in another jurisdiction of the Trustors or 19 of any other beneficiary hereunder. Ź۵. THIRTEEN: As used throughout this instrument, the 21 term "issue" shall include any children of the Trustors, who may 22 hereafter be born or legally adopted, and shall include children 23 adopted by any descendant and their descendants by birth or 24 adoption. 25 IN WITNESS WHEREOF, we have bereunto set our hands this 26 1969. day of 27 TRUSTORS 28 **O'NEIL**

WHIPPIE

WHIPPLE

ANE ELEANOR R.

85/15/2007 88:32 7822576857 HIPPLE - <u>1</u> PAGE 24/24 STATE OF NEVADA \$5. 2 COUNTY OF CLARK 3 On this 17th day of March, 1969, before me, the under-4 signed, a Notary Public in and for said County and State, person-5 ally eppeared KENT WHIPPLE and JANE WHIPPLE, husband and wife. 6 known to me to be the persons described in and whose signatures 7 are subscribed to the within Trust Agreement as "TRUSTORS", and 8 jointly acknowledged to me that they executed the same freely 9 and voluntarily and for the uses and purposes therein mentioned. 10 iı وترجريه Notary Public - State of Revada NOTARY PUBLIC in and for said County and State 12 "LARK CIRMITY WRNA M LOPARCO 13 By Commission Expires AUC. 18, 1870 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31 32 BRICHT & HEATON ATTORNEYS AT LAW -21-



RESIGNATION OF CO-TRUSTEE Of THE KENT AND JANE WHIPPLE TRUST

KEITH WHIPPLE HCR 61 BOX 2 Hiko, Nevada 89801

August 29

The Kent and Jane Whipple Trust c/o Wamer Whipple Eide Bailly LLP 975 5th Street Eike, NV 89801

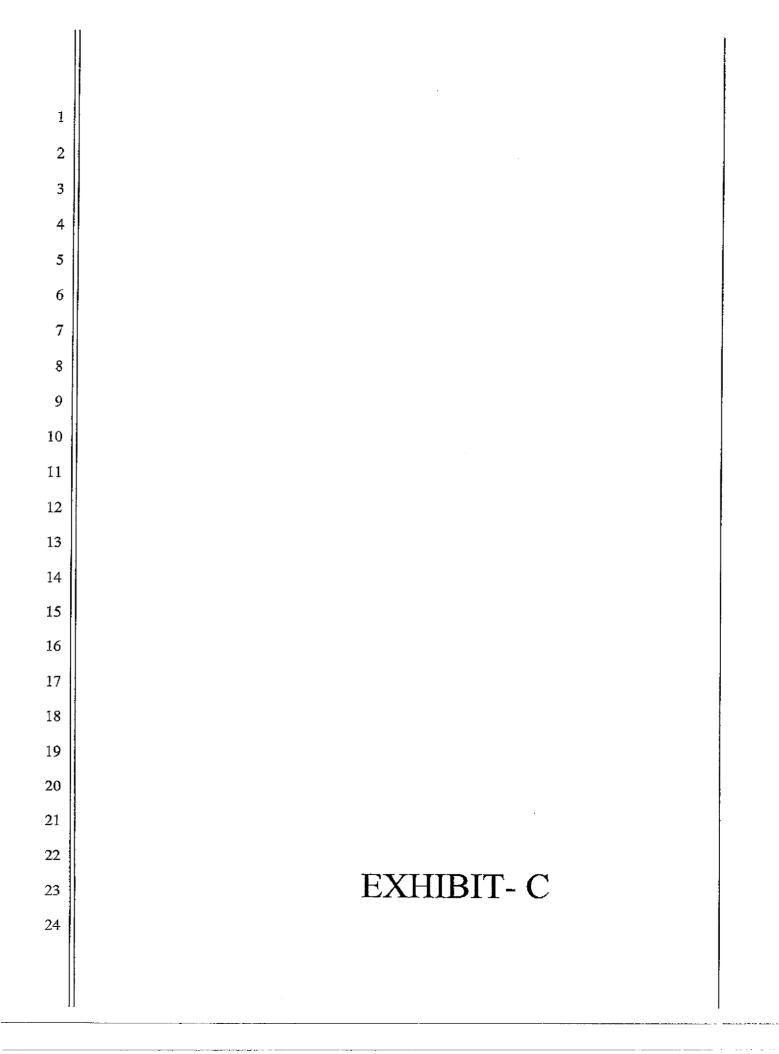
RE: Resignation of Co-Trustee of the Kent and June Whipple Trust

To whom it may concern:

I, KEITH WHIPPLE, Co-Trustee of the Kent and Jane Whipple Trast, dated March 17, 1969, as amended, on this $\underline{2.2}$ day of August, 2015, do hereby tender and give formal notice that I resign from my current position as Co-Trustee of said Trust, effective as of the day and year first hereinabove written.

Sincerely,

hiph



CASE NO. 3692 Į 87 MUY 16 P1:08 2 KAREN VASQUEZ З 62.1 3<u>513</u>07 Č, IN THE FOURTH JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA 5 IN AND FOR THE COUNTY OF ELKO 5 7 IN THE MATTER OF THE KENT WHIPPLE AND JANE E. BRADSHAN, 8 ORDER AMENDING INTER VIVOS TRUS formarly JANE WHIPPIS. 9 TRUST. 10 AN INTER VIVOS TREST. 11 12 The Petition of JANE E. BRADSHAW, formerly known as 13 JANE WEIPPLE, and KEITH MURRAY WHIPPLE, duly verified and filed herein on the 16th day of November, 1987, requests that 14 this Court enter an Order amending an inter vivos trust 15 established March 17, 1969 pursuant to a Trust Agreement 16 between King Whiteph, also known as News Classic Whiteph, and 17 | 18 JANE WHIPPLE, also known as JANE ELEANOR R. WHIPPLE, also Known as BETTY JANE WHIPPLE, as Trustors, and KENT WHIPPLE 19 and JANE WHIPPLS, as Trustees. A Copy of said Trust 20 Agreement, as amended, is attached to said Petition as 21 Exhibit A and made a part thereof. 22 23 It appearing to the satisfection of the Court that all parties interested in this proceeding, including all 24 beneficiaries of said trust and the named successor trustee 25 therein which is the subject of the Petition, to wit, FIRST 26 1

in:

INTERSTATE BANK OF NEVADA, NS, have each filed herein their duly acknowledged appearance in this action, consented to the substitution of successor trustee and waived notice of the hearing of this matter and further acknowledged the time set for the hearing of this action.

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The Court, having duly and regularly heard this action on November 16, 1987 at 1:00 O'clock P.M. and Petitioner, JANE E. BRADSHAW, being present with her attorney JOHN E. MARVEL of the law firm of MARVEL & HANSER of Elko, Nevada, and evidence having been adduced on the part of the Petitioner, the Court heraby finds as follows:

1. That due and legal Notice of the hearing of 11 said Petition has been waived by all persons interested in 12 said Trust.

That the allegations of said Petition are true 2. 14 and correct.

15 That Petitioners are the Co-Trustees under the 3. inter vivos trust established March 17, 1969, porsuant to the 16 Trust Agroement between MENT WRIPPLE, also known as KENT 17 O'NEIL WEIPPLE, and JANE WHIPPLE, Also known as JANE BLEANOR 18 R. WHIPPLE, also known as BETTY JANE WHIPPLE, as Trustors, 19 and KENT WHIPPLE and JANE WHIPPLE, as Trustees. 20

21 4. That said KENT WHIPPLE died on February 5, 22 1977.

23 That Petitioner XXIII MURRAY WHIPPLE thereupon 5. succeeded said KENT WHIPPLE as Co-Trustee with JANE WHIPPLE, 24 now known as JANE 2. BRADSHAW, pursuant to Article TEN of 25 26 said Trust Agreement.

That Petitioners both desire and request, in б. their capacities as Co-Trustees, and Petitioner JANE E. BRADSHAW further desires and requests, in her capacity as 1 Trustor and Baneficiary, for an Order of this Court amending, 2 or in the alternative, authorizing the amendment of, Article 3 4 TEN said Trust Agreement by substituting WARNER WEIPPLE es Successor Trustee in place of FIRST NATIONAL BANK OF NEVADA, 5 õ now known as FIRST INTERSTATE BANK OF NEVADA, NA. 7 7. That the terms and provisions of the Trust Agreement itself make no provision for such amendment and, by 8 9 virtue of the death of KENT WHIPPIE, said Trust Agreement is 10 not otherwise subject to amendment or modification and no 11 other legal procedure exists to accomplish the desired -12 substitution of Successor Trustee except by an Order of this 13 Court_ 14 That WARNER WHIPPLE should be substituted as 8. Successor Trustee for the following reasons: 15 That WARNER WRIPPLE is and has been the 16 a. -accountant for the first since its creation and his i.7 detailed knowledge, expertise and experience in 38 dealing with the Frust and Trust matters; 19 b. That WARNER WEIPPLE is personally familiar with 20 the Trust beneficiaries and is knowledgeable of 2I their respective health, support, maintenance and 22 educational needs; 23

c. That the potential compensation to the Successor Trustee would be less for WARNER WHIPPLE

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than for FIRST INTERSTATE BANK OF NEVADA, thereby preserving estate property.

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That FIRST INTERSTATE BANK has had no past or **đ**. present experience with the management, business or affairs of the Trust, has not undertaken any action whatsoever in regard thereto and has consented to the substitution in its place of WARRER WHIPPLE as · Successor Trustee as evidenced by the Consent to Substitution of Successor Trustee by FIRST INTERSTATE BANK OF NEVADA, NA, filed herein. That no bars, prejudice or detriment whatspaver e. to the Trust estate, to the Trust beneficiaries or to any other parties whomsoever would result from. such substitution of Successor Trustee. f. That all of the Trust beneficiaries have concented to the substitution of Successor Trustee as evidenced by the Consent thereto filed herein by each of said beneficiaries, to wit: JANE E. BRADSHAW, Sole Income beneficiary; BRETT C'METLE. WHIPPLE, BETSY LOU WHIPPLE and KIRT RANDALL WRIPPLE, adult contingent beneficiaries; and JANE E. BRADSHAW on behalf of PEGGY SUB WHIPPLE, CODY KENT WHIPPLE and DALTON BRUCE BRADSHAW, Minor contingent beneficiaries.

P. That WARNER WHIPPLE has agreed to accept the
 appointment as Successor Trustee.

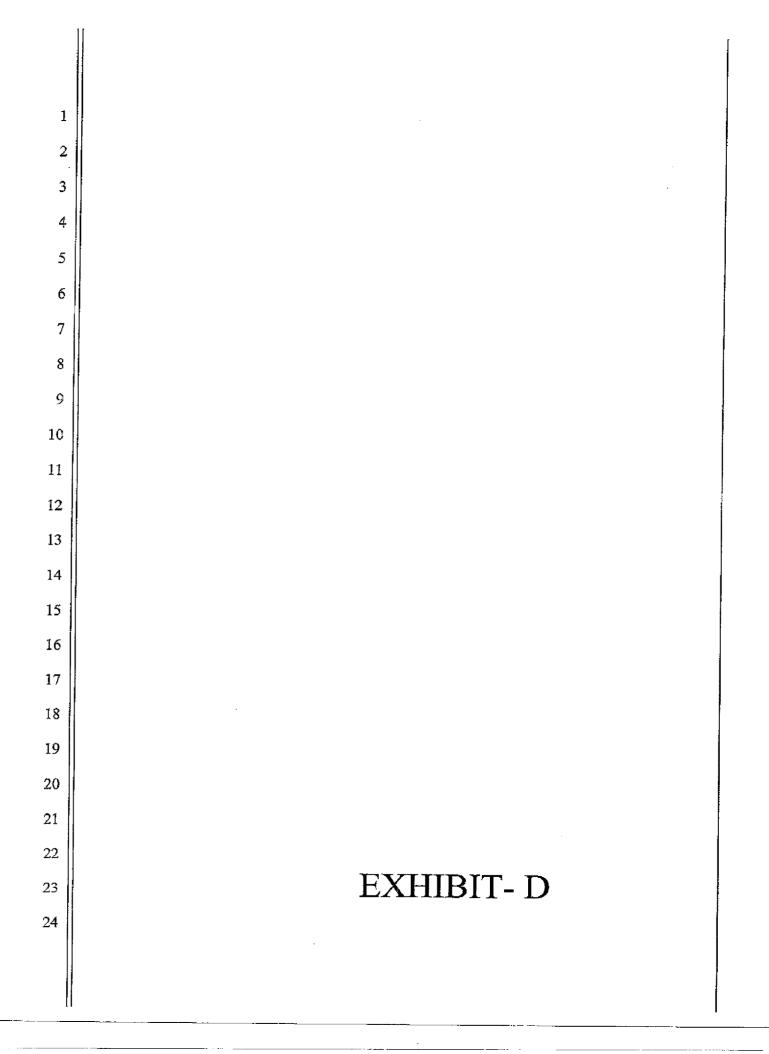
NOW THEREFORE, IT IS HERBY ORDERED, ADJUDGED AND DECREED that Article TEN of the above-described inter vivos

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Trust Agreement dated March 17, 1969, as amended, is hereby amended by substituting WARNER WHIPPLE as Successor Trustee in place of FIRST NATIONAL BANK OF MEVADA, new known as FIRST INTERSTATE BANK OF NEVADA, NA.

DATED this 15th day of November 1987.

DISTRICT JUDGE



The undersigned WARNER WHIPPLE hereby recites as follows:

- 1. He has received the written Resignation of KIETH WHIPPLE as a Co-Trustee of the KENT AND JANE WHIPPLE TRUST dated March 17, 1969 (herein "Trust");
- He has previously been appointed as a successor co-trustee of said Trust pursuant to Elko County District Court Order filed on November 16, 1987 in Case No. 3692 of the Fourth Judicial District Court of the State of Nevada in and for the County of Elko (herein "Order");
- 3. He has previously accepted his successor Co-Trustee position of said Trust, as set forth in said Order,
- 4. He confirms acceptance of his successor Co-Trustee position of said Trust and agrees to serve with presently acting Co-Trustee JANE WHIPPLE;
- 5. He has received a copy of a PETITION filed in the Lincoln County District Court in Case No. CV0930015 of the Seventh Judicial District Court of the State of Nevada in and for the County of Lincoln signed by MATTHEW D. CARLING as the attorney for JANE WHIPPLE the Petitioner and a trustee of said Trust (herein "Petition");
- 6. He has concerns as a Co-Trustee of said Trust regarding the filing and contents of said Petition; and,

BASED ON THE ABOVE RECITALS, hereby incorporated, WARNER WHIPPLE as a Co-Trustee of said Trust hereby appoints and retains, as an expense of said Trust, NICK A. MOSCHETTI, JR. and his law firm of BINGHAM SNOW & CALDWELL of Mesquite. Nevada as his attorney(s) regarding all matters relating to said Petition and Trust and any other matters that involve the said Co-Trustees and/or the said Trust.

DATED this _____ day of October, 2015.

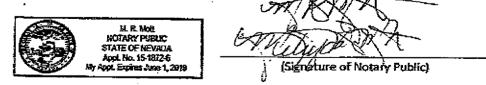
WARNER WHIPPLE, as Co-Trustee of the KENT AND JANE WHIPPLE TRUST

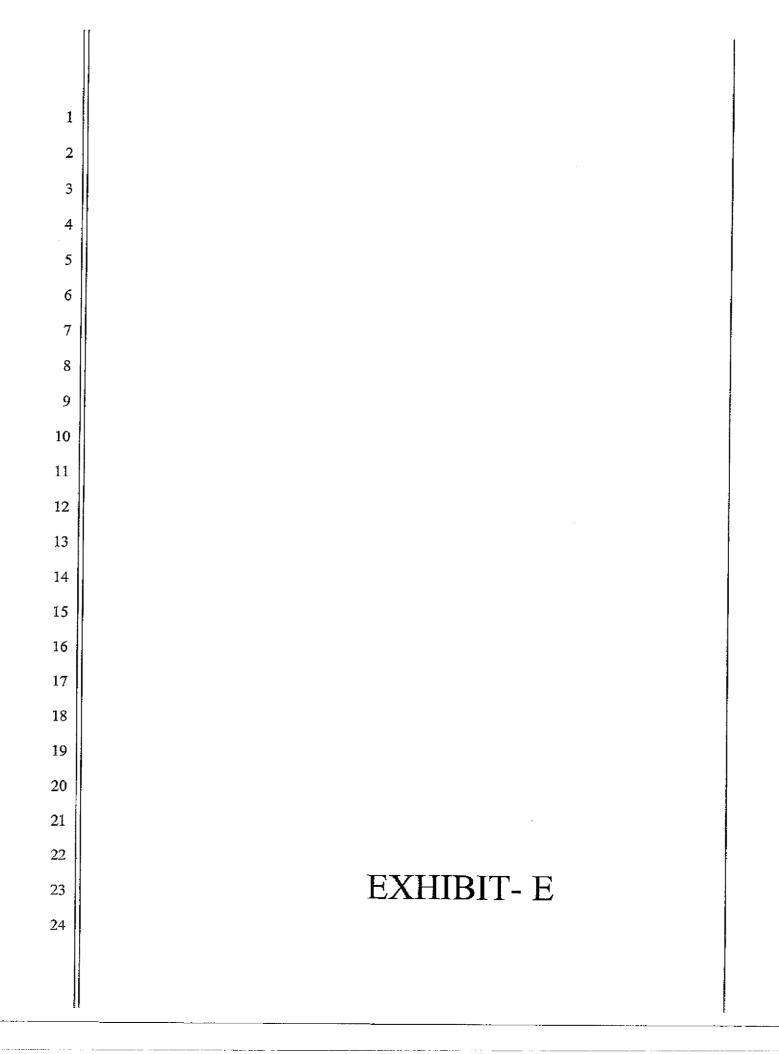
State of Nevada)

] :ss

County of Elko)

This instrument was acknowledged before me on this 2^{++} day of October, 2015, by WARNER WHIPPLE in his capacity as a Co-Trustee of the KENT AND JANE WHIPPLE TRUST 2_{--}





NEVADA OFFICE

840 Pinnacle Court Suite 202 Mesquite, Nevada 89027

(702) 346-7300 phone (702) 346-7313 fax

Reply to Nevada Office



www.binghamsnow.com

UTAH OFFICE

253 W. St. George Blvd. Suite 100 St. George, Utah 84790

(435) 656-1900 phone (435) 656-1963 fax

email: <u>nick@binghamsnow.com</u> email: <u>bo@binghamsnow.com</u>

October 8, 2015

CARLING LAW OFFICE, PC Matthew D. Carling, Esq. 1100 Tenth Street Las Vegas, Nevada 89101 Via: US Mail and Fax: 702-446-8065

RE: PETITION FOR DECLARATORY RELIEF LINCOLN COUNTY DISTRICT COURT FILED ON September 11, 2015 CASE NO. CV-0930015 In Re THE KENT AND JANE WHIPPLE TRUST Dated March 17, 1969, Jane Whipple, Trustee, and Amendments thereto, JANE WHIPPLE, Petitioner

Dear Mr. Carling:

This firm represents Warner Whipple, Co-Trustee of THE KENT AND JANE WHIPPLE TRUST, dated March 17, 1969, as amended (herein "Trust"). On the referenced matter, attached please find the following documents:

- 1. Elko County District Court Order filed on November 16, 1987 in Case No. 3692 appointing Warner Whipple as a successor Trustee of said Trust;
- 2. Resignation of Keith Whipple as Co-Trustee of said Trust, dated August 29, 2015.

3. Appointment and retainer of, as an expense of said Trust, Nick A. Moscheiti, Jr. and the law firm of BINGHAM SNOW & CALDWELL as the attorneys for Co-Trustee Warner Whipple.

You are hereby NOTIFIED as follows:

- a. Co-Trustee Warner Whipple (herein "our client") disputes and disagrees with the filing of the referenced Petition and further disputes and disagrees with its contents, and Co-Trustees Warner Whipple and Jane Whipple are therefore in disagreement.
- b. The last paragraph of Article TENTH of said Trust states:

"The concurring vote of two (2) Co-Trustees shall be necessary for the Trustees to act hereunder, when there are two (2) Co-Trustees. In the event of a disagreement at any time when there are only two (2) Co-Trustees, then the dispute shall be submitted to arbitration in accordance with the Uniform Arbitration Act of the State of Nevada."



- c. Demand for Arbitration is hereby made by our client as specifically provided in and required by said Trust.
- d. No action is to be taken, directly or indirectly, by you, your office or your client Jane Whipple (whether in her capacity as a Trustee or Co-Trustee or in her individual capacity) regarding the referenced Petition and/or said Trust, unless this law office is first notified in writing according to the Nevada Rules of Civil Procedure, Nevada District Court Rules, Lincoln County Local Court Rules and/or Nevada Arbitration statutes.
- e. Neither you nor your office personnel is authorized to directly contact Co-Trustee Warner Whipple unless the prior written authorization of this law office is first provided.

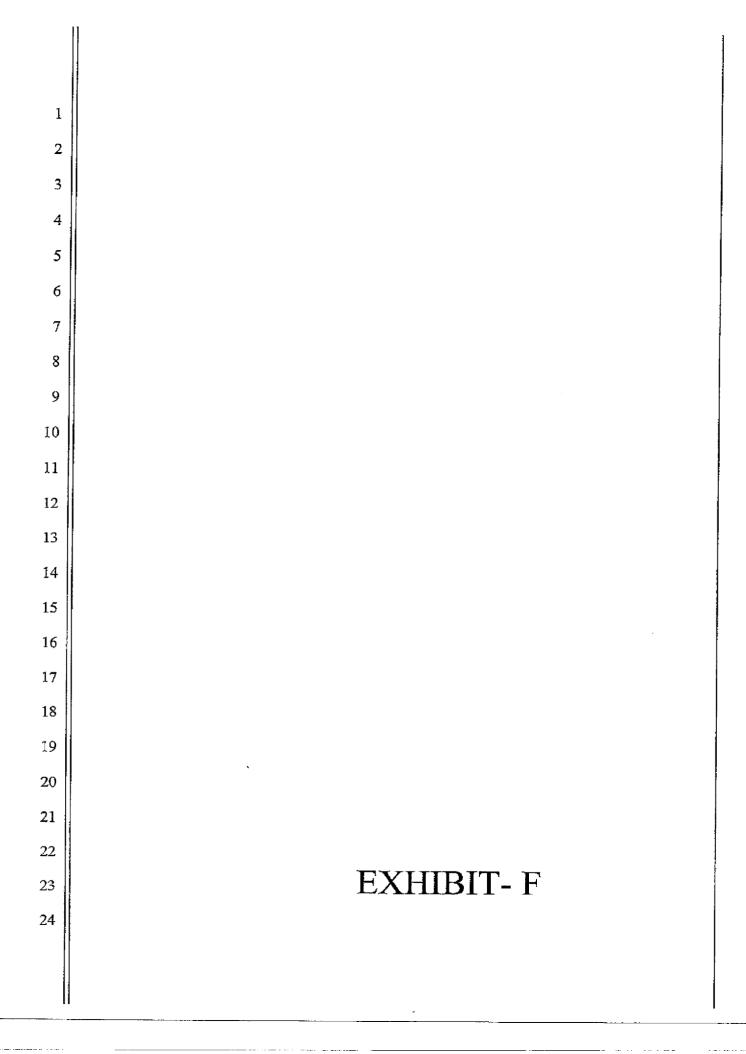
We look forward to your prompt response in order to establish how the referenced matter, Arbitration of the referenced matter, the Co-Trustee's disagreement(s) and payment of our fees and costs for representing Co-Trustee Warner Whipple can be successfully addressed and resolved. At this time our client seeks to address and establish funding of the Trust's A and B sub-trusts in order to determine ownership of water rights and satisfy the fiduciary duties of his Co-Trustee position.

> Sincerely, BINGHAM SNOW & CALDWELL

Thele the 10 mar 658 Nick A. Moschetti, Jr.

Licensed in Nevada & California

cc: Warner Whipple w/ attachments Attachments: 1, 2 & 3 per above



NEVADA OFFICE

840 Pinnacle Court Suite 202 Mesouite, Nevaria 89027

(702) 346-7300 phone (702) 346-7313 fax

Reply to Nevada Office



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email: <u>nick@binghamsnow.com</u> email: <u>bo@binghamsnow.com</u>

November 6, 2015

Matthew D. Carling, Esq. Via Email: <u>cedarlegal@gmail.com</u> and Fax: 702-446-8065 and US Mail 1100 South Tenth Street Las Vegas, NV 89101

Re: In Re Kent and Jane Whipple Trust matters (collectively "Trust" without limitation)

Dear Mr. Carling:

I received your letter dated November 5, 2015 and the Notice of Hearing with a file-stamp date of October 22, 2015 this morning, 11/06/2015, via email. Clearly I was quite surprised since our telephone conversation of October 13, 2015 and my letter of same date confirming our telephone conversation provided for 10 days notice prior to any filing or action in the referenced matter.

Obviously, the 10 day notice was not honored since you took action without notice to me when the Notice of Hearing was filed shortly after our conversation and was further not honored since that Notice provides less than 10 days before the Hearing date of November 13, 2015.

Your 11/05/2015 letter states your client intends to adjudicate the Petition, even though my letters of October 08, 2015 and October 13, 2015 to you specifically state our Co-Trustee client's demand for Arbitration as mandatorily required by the Kent and Jane Whipple Trust.

As an attorney who has practiced, litigated, and taught in the area of trusts, estates and family ranch differences for 40 years, I am honestly shocked that you have: (i) taken the positions recited in the Petition; (ii) avoided my attempts for negotiation/settlement discussions in light of the problems associated with the Trust and the potential for protracted expert, accounting and legal fees and costs; and, (iii) ignored specific directives contained in the controlling and foundation Trust document.

Whatever your legal plan or client's intentions may be, I am just an attorney representing my client, who intends to perform his fiduciary duties. I am not steeped in the "family differences",

BINGHAM SNOW CALDWELL

and we both know it is in the best interest of the Co-Trustees, and all Trust beneficiaries to seek resolution of the differences involved in the referenced matter.

It appears my client is now required to engage in this un-necessary "battle" because attorney commitments have not been honored, resolution efforts are being ignored, and your client is not honoring the terms of the Trust.

Co-Trustee Warner Whipple is now involved because that is what the Kent and Jane Whipple Trust provides. Our Co-Trustee client definitely disagrees with the filing and contents of the pending Petition. We will proceed accordingly in order to enforce the provisions of the Kent and Jane Whipple Trust.

Experience and judgment have taught that we will be available to put the "battle" on hold and engage in meaningful efforts to resolve our clients' differences,; however, you are on notice that we always reserve, without any waiver or release, all claims, rights, causes of action, offsets, and/or defenses that we may have in law or equity.

Sincerely,

April A maltof

Nick A. Moschetti, Jr. BINGHAM SNOW & CALDWELL Attorneys for Co-Trustee Warner Whipple

Cc: Warner Whipple

EXHIBIT 3

SEVENTH JUDICIAL DISTRICT COURT STEVE L. DOBRESCU DISTRICT JUDGE OFFARTMENT I WHITE PINE, LINCOLN AND EUREKA COUNTIES STATE OF NEVADA	13 14 15 16 17	Case No. CV-0930015 Dept No. 1 IN THE SEVENTH JUDICIAL DIS NEVADA, IN AND FOR T * * * In re THE KENT AND JANE WHIPPLE TRUST, dated March 17, 1969, Jane Whipple, Co-Trustee (erroneously names as Trustee), and amendments thereto, JANE WHIPPLE, Petitioner On September 11, 2015, Peti Relief. On November 25, 2015, Warner Whipple, Co-Trustee (erroneously names as Trustee), and amendments thereto, JANE WHIPPLE, Petitioner On September 11, 2015, Peti Relief. On November 25, 2015, Warner Whipple, Co-Trustee (erroneously names as Trustee), and amendments thereto, JANE WHIPPLE, Petitioner Un September 11, 2015, Peti Marner filed a Reply. Warner filed a Required to the second to the sec	tioner "Jane" filed a Petition for Declaratory hipple "Warner" filed a Motion to Dismiss/Stay Jane filed an opposition to the motion and uest for Submission on December 28, 2015.			
		PROCEDURAL HISTORY On September 11, 2015, Petitioner "Jane" filed a Petition for Declaratory				
		Relief. On November 25, 2015, Warner Whipple "Warner" filed a Motion to Dismiss/Stay Petition Pending mandatory arbitration. Jane filed an opposition to the motion and Warner filed a Reply. Warner filed a Request for Submission on December 28, 2015. On January 7, 2016, Jane filed an "Errata to Opposition to Motion to Dismiss/Stay Petition Pending Mandatory Arbitration" and a Request for Oral Argument. On January 11, 2016, Warner filed an Opposition to Errata and Untimely Request for Oral Arguments. The court has reviewed the file and finds that additional briefing or argument is not necessary.				

For the purposes of deciding Warner's motion, the court finds the following facts to be undisputed.

On March 17, 1969, Kent and Jane Whipple, husband and wife, created a trust. Kent and Jane amended the trust on January 30, 1977. Subsequently, Kent died.

After Kent's death, the trust acquired water rights "permits" from the State Engineer. Prior to 2015, several of the permits were conveyed to the Kent Whipple Ranch, LLC. In January 2015, the Kent Whipple Ranch applied to the State Engineer to change the point of diversion, place of use and manner of use of a portion of one of the water permits. Betsy Whipple, a remainder beneficiary of the trust protested and the State Engineer stayed his consideration of the application.

On August 29, 2015, Keith Whipple, Co-Trustee of the Trust resigned. Pursuant to a Court order filed in Elko County in 1987, Warner would succeed Keith as Co-Trustee. On October 15, 2015, Warner confirmed his acceptance of appointment as successor Co-Trustee.

Jane's filing is styled as a "Petition for Declaratory Relief (NRS 30.010 et seq.)" Although not cited by Jane, NRS 30.060(1)(c) allows a Trustee to have a declaration of "rights or legal relations" to "determine any question arising in the administration of . . . the trust, including questions of construction" of the trust. In addition, various sections of NRS Chapter 164 provide for a trustee to petition a court for advice and instruction.

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SEVENTH JUDICIAL DISTRICT COURT STEVE L., DOBRESCU DISTRICT JUDGE DEFARIMENT 1 WHITE PINE, LINCOLN AND EUREKA COUNTIES STATE OF NEVADA 1

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17 18 In her petition Jane seeks the following relief: A declaration that:

1. The Kent and Jane Whipple Trust dated March 17, 1969, remained in effect in 1976 after the death of Kent Whipple;

5 2. Jane Whipple is a trustee of the Kent and Jane Whipple Trust dated
6 March 17, 1969;

3. The "A" and "B" trusts of the Kent and Jane Whipple Trust dated March 17, 1969, were never partitioned and funded;

4. Water right Permit 79132 was transferred to the Kent and Jane Whipple Trust dated March 17, 1969, and the transfer is valid and said permit is an asset of said Trust;

5. Water right Permits 28599, 55918, 55919, 55920, 79132 and Claim of Vested right V-01394 were transferred to the Kent Whipple Ranch, LLC, by the Kent and Jane Whipple Trust dated March 17, 1969, and the transfers are valid and said permits and claim are assets of the Kent Whipple Ranch, LLC.

18 6. This Court confirm the appraisal (in 1976 dollars) of the Kent and Jane
19 Whipple Trust dated March 17, 1969;

7. The A trust (d/b/a Jane Whipple Family; Jane Whipple Trustee and/or Kent Whipple Trust; Jane Whipple Trustee) is the rightful owner of the Kent Whipple Ranch, LLC and that Jane Whipple has an absolute right to manage, sell; water right Permits 28599, 55918, 55919, 55920, 79132 and Claim of Vested right V-01394.

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8. The Kent and Jane Whipple Trust dated March 17, 1969, as the sole

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owner of the Kent Whipple Ranch, LLC has and continues to have authority to manage, sell, to otherwise convey water right Permits 28599, 55918, 55919, 55920, 79132 and Claim of Vested right V-01394.

In the motion to compel arbitration, Warner argues that it is "unclear" if the A and B trusts were funded; whether the water rights acquired after the death of Kent Whipple are in the A trust or B trust, and whether the Kent Whipple Ranch is an entity separate from the trust. It is alleged that these uncertainties have caused Warner "considerable concern" and because the co-trustees have not unanimously agreed to the transfer of the water rights or what the ownership interest is, arbitration is required. An affidavit from Warner is attached as an exhibit in which Warner states "He has concerns as a Co-Trustee of said Trust regarding the filing and contents of said Petition"

The motion relies on section Ten of the Trust which provides as follows:

<u>TEN</u>: Upon the resignation, inability to act, or death of JANE WHIPPLE, then KENT WHIPPLE shall act as the sole Trustee. Upon the resignation, inability to act, or death of KENT WHIPPLE, then JANE WHIPPLE and KEITH MURRAY WHIPPLE shall act as Successor Co-Trustees. Upon the resignation, inability to act, or death of both the original Trustees, then KEITH MURRAY WHIPPLE shall act as the sole Successor Trustee. Upon the resignation, inability to act, or death of KEITH MURRAY WHIPPLE, then the FIRST NATIONAL BANK OF NEVADA shall act as the Successor Trustee.

The individual Successor Co-Trustees shall be entitled to compensation for their services, which shall be the compensation normally charged by corporate trustees under similar circumstances. The individual Trustees named herein shall serve without bond.

SEVENTH JUDICIAL DISTRICT COURT STEVE L. DOBRESCU DISTRICT JUDGE DEPARTMENT 1 WHITE PINE, LINCOLN AND EUREKA COUNTJES STATE OF NEVADA



Each Successor Co-Trustee must at all times be fully informed of each and every official act performed by the other Trustees and must be furnished with an accounting of all income, expenditures and activities of the Trust at least quarterly. Each Co-Trustee at all times shall have the right to examine any and all Trust books of account, reports, filed and papers of every nature whatsoever. Any individual Co-Trustee shall have the right to demand a complete audit of the trust by an independent firm of Certified Public Accountants at the expense of the Trust at any time from time to time, without the consent of the other Co-Trustees, and this power shall not be subject to arbitration.

The concurring vote of two (2) Co-Trustees shall be necessary for the Trustees to act hereunder, when there are two (2) Co-Trustees. In the event of a disagreement at any time when there are only two (2) Co-Trustees, then the dispute shall be submitted to arbitration in accordance with the Uniform Arbitration Act of the State of Nevada.

Based on these facts and the trust language, Warner requests the Court to

"compel the arbitration of the disagreements between Co-Trustee Jane and Co-Trustee

Warner regarding their disputes relating to the petition and its contents."

In 2000, Nevada adopted the Uniform Arbitration Act (NRS 38.206 et seq).

19 NRS 38.219 provides in part that an "agreement contained in a record to submit to 20 arbitration any existing or subsequent controversy . . . is valid, enforceable and 21 irrevocable " The party moving to enforce an arbitration clause has the burden of 22 persuading the district court that the clause is valid.¹ 23

Here, it is not disputed that the arbitration language in the trust is valid.

26 See D.R. Horton, Inc., v, Green, 120 Nev. 549 (2004).

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SEVENTH IUDICIAL DISTRICT COURT WHITE PINE, LINCOLN AND EUREKA COUNTIES STEVE L. DOBRESCU

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Although Jane does not dispute the validity of the arbitration agreement, she argues that the scope of the clause does not encompass the relief she seeks in her petition.

In her petition, Jane is in essence seeking judicial ratification of actions she has taken a Trustee, and confirmation (or declaration) of her authority to act in the future. Although somewhat non-specific, Warner disagrees with Jane's "proposed action" and her claimed right of title (presumably to the water permits and the Kent Whipple Ranch).

Whether a dispute arising under a contract is arbitable is a matter of contract interpretation, which is a question of law.² NRS 38.219(1) refers to arbitration of "an existing or subsequent controversy" between the parties.

An examination of the arbitration language in Section Ten of the trust reveals a focus on acts of a trustee. The relevant provisions provide that each Co-Trustee "must at all times be fully informed of each and every official act performed by the other Trustees [sic]...." The section further provides that "the concurring vote of two (2) Co-Trustees shall be necessary for the Trustees to act hereunder" and "in the event of a disagreement ... the dispute shall be submitted to arbitration"

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 On the record before the court, it appears that all of Warner's

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 disagreements or concerns relate to actions taken prior to the resignation of Warner's

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 predecessor Co-Trustee. Nothing in the record suggests that Warner's predecessor was

 24
 not "fully informed" or did not concur with Jane's action. Neither party cited any law to

26 State Ex Rel. Masto v. Second Judicial District Court, 125 Nev. 37; 199 P.3d 828 (2009).

SEVENTH JUDICIAL DISTRICT COURT STEVE L. DOBRESCU DISTRICT JUDGE DEPARTMENT I WHITE PINE, LINCOLN AND EUREKA COUNTIES STATE OF NEVADA



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support Warner's authority to dispute actions taken before his appointment as Co-Trustee.

Based on the foregoing, the Court finds that the "dispute" raised by Warner is not arbitable under Section Ten of the trust.

Further, the issue of what authority a trustee has pursuant to the terms of the trust is a question of law, and does not require a consideration of how a trustee should exercise that authority. For example, a determination of the authority of the trustees to allocate property between the A and B trusts, or the authority of either to control the A or B trusts is a question of law based on the trust language. A dispute between Trustees as to the existence of their authority is not a dispute as to the existence of that authority. On the other hand, a dispute as to what particular property should be allocated to each trust, or a dispute as to how property should be managed or disposed of would clearly fall within the arbitration language.³

At the risk of redundancy, a further example may help illustrate the point. If the court determined that the "concurring vote" language applies to actions regarding either the A or B trust (or unallocated property in the original trust) any proposed action by either trustee would be subject to arbitration in the event of a dispute. If however, the court found that Jane has sole authority to act in regard to the A trust, Warner's disagreement with her proposed action would not be subject to arbitration.

Overall, the court finds that Jane's petition and Warner's response does

26 This point assumes of course, that the "concurring vote" language applies to the action proposed.

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STATE OF NEVADA

not present a dispute or disagreement that falls within the arbitration language of the trust. Good cause appearing,

IT IS HEREBY ORDERED that Warner's Motion to Dismiss/Stay Petition

Pending Mandatory Arbitration is **DENIED**.

DATED this _day of February, 2016.

DISTRICT JUDGE



EXHIBIT 4

1	Case No. CV-0930015					
2	Dept. No. 1					
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б	IN THE SEVENTH JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA IN AND FOR THE COUNTY OF LINCOLN					
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9	In re THE KENT AND JANE WHIPPLE TRUST, Dated March 17, 1969, Jane Whipple, Co-Trustee NOTICE OF					
10	(erroneously named as Trustee), and amendments ENTRY OF ORDER thereto, JANE WHIPPLE,					
11	Petitioner					
12	/					
13	PLEASE TAKE NOTICE that an ORDER denying Co-Trustee Warner Whipple's Motion to					
14	Dismiss/Stay Petition Pending Mandatory Arbitration was entered in the above-entitled matter on the					
15	16th day of February, 2016.					
16	A copy of the said Order is attached hereto as Exhibit 1.					
17	DATED this day of March, 2016.					
18	Aich A. Marchet					
19	Nick A. Moschetti, Jr. Nevada Bar No. 920					
20	BINGHAM SNOW & CALDWELL 840 Pinnacle Court, Suite 202					
21	Mesquite, Nevada 89027 Telephone: (702) 346-7300					
22	Attorney for Co-Trustee Warner Whipple					
23						
24						
	1					
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1		CERTIFICATE OF SERVICE							
2	Pursuant i Bingham Snow &	Pursuant to NRCP 5(b) and NRAP ar(a) I particular it							
3	going due	Bingham Snow & Caldwell, and that on this day; I caused a true and correct copy of the foregoing document to be served, to the following:							
4	ALLORNENS	ALCONTRECORD.	PARMIES REPRESENSIED	TELLOD OF SERVICE					
5	JUSTICE LAW C	ENTER							
6	1100 S. Tenth Str Las Vegas, Nevad	la 89101	Jane Whipple Co- Trustee and Jane	Personal Service Email / E-File Facsimile					
7 8	alissaengler@jus center.com	tice-law-	Whipple	🖾 Mail					
8 9	DATED this	DATED this $B \neq A$ day of March, 2016.							
10			(al	\mathcal{M}					
11		An employee of Bingham Snow & Caldwell							
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