Petitioners,

VS.

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STATE ENGINEER OF NEVADA, OFFICE OF THE STATE ENGINEER, DIVISION OF WATER RESOURCES, DEPARTMENT OF CONSERVATION AND NATURAL RESOUCES,

Respondents.

Case No. CV 1108-157 Case No. CV 1112-165 Case No. CV 1202-170

Dept. No. 2

NOTICE OF APPEAL

Notice is hereby given that the State Engineer of Nevada, Office of the State Engineer, Division of Water Resources, Department of Conservation and Natural Resources, Division of Water Resources ("Nevada State Engineer"), by and through counsel, Nevada Attorney General Adam Paul Laxalt and Senior Deputy Attorney General Micheline N. Fairbank, hereby appeals to the Nevada Supreme Court from the Amended Order Granting Objection to Proposed Order Remanding to State Engineer; Order Granting Petitions for Judicial Review; Order Vacating Permits entered by this Court on March 9, 2016. Notice of Entry of Order was served on March 14, 2016. A copy of said Notice of Entry of Amended Order is attached hereto as Exhibit 1.

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of the Attorney Genera 0 North Carson Street City, Nevada 89701-47	1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16	Jennifer Mahe, Esq. MAHE LAW, LTD. 707 North Minnesota Street, Suite D Carson City, Nevada 89703 Attorneys for Eureka County Laura A. Schroeder, Esq. Therese A. Ure, Esq. SCHROEDER LAW OFFICES, P.C. 440 Marsh Avenue Reno, Nevada 89509-1515 Attorneys for Kenneth F. Benson, Diamond Cattle Company, LLC, and Michel and Margaret Ann Etcheverry Family LP Francis M. Wikstrom, Esq. PARSONS BEHLE & LATIMER 201 South Main Street, Suite 1800 Salt Lake City, Utah 84111 Attorneys for Kobeh Valley Ranch, LLC Ross E. de Lipkau, Esq. John R. Zimmerman, Esq. PARSONS BEHLE & LATIMER 50 West Liberty Street, Suite 750 Reno, Nevada 89501 Attorneys for Kobeh Valley Ranch, LLC	Jason Woodbury, Esq. CARSON CITY DISTRICT ATTORNEY 885 East Musser Street, Suite 2030 Carson City, Nevada 89701 Attorneys for Municipal Water Purveyors, Carson City Josh M. Reid, Esq. HENDERSON CITY ATTORNEY 240 Water Street Henderson, Nevada 89009 Attorneys for Municipal Water Purveyors, City of Henderson Michael Smiley Rowe, Esq. ROWE HALES YTURBIDE, LLP 1638 Esmeralda Avenue Minden, Nevada 89423 Attorneys for Municipal Water Purveyors, Gardnerville Ranchos General Improvement District Paul G. Taggart, Esq. TAGGART & TAGGART, LTD. 108 North Minnesota Street Carson City, Nevada 89703 Attorneys for Municipal Water Purveyors, Southern Nevada Water Authority
్రో	17 18 19 20	Francis C. Flaherty, Esq. Jessica C. Prunty, Esq. DYER LAWRENCE PENROSE FLAHERTY DONALDSON & PRUNTY 2805 Mountain Street Carson City, Nevada 89703 Attorneys for NV Energy	Gregory J. Walch, Esq. Dana R. Walsh, Esq. LAS VEGAS VALLEY WATER DISTRICT 1001 South Valley View Boulevard Las Vegas, Nevada 89153 Attorneys for Municipal Water Purveyors, Southern Nevada Water Authority
;	21 22 23 24	Gary M. Kvistad, Esq. Bradley J. Herrema, Esq. BROWNSTEIN HYATT FARBER SCHRECK 100 North City Parkway, Suite 1600 Las Vegas, Nevada 89106-4614 Attorneys for Municipal Water Purveyors, Town of Minden	Daniel F. Polsenberg, Esq. LEWIS ROCA ROTHGERBER LLP 3993 Howard Hughes Parkway, Suite 600 Las Vegas, Nevada 89169 Attorneys for Municipal Water Purveyors, Southern Nevada Water Authority
:	25 26 27 28	Brandi L. Jensen, Esq. FERNLEY CITY ATTORNEY 595 Silver Lace Boulevard Fernley, Nevada 89408 Attorneys for Municipal Water Purveyors, City of Fernley	Dorene A. Wright
			-4-

Office of the Attorney General 100 North Carson Street Carson City, Nevada 89701-4717

INDEX OF EXHIBITS

Е хнівіт N o.	EXHIBIT DESCRIPTION	Number Of Pages
1.	Notice of Entry of Amended Order Granting Objection to Proposed Order Remanding to State Engineer; Order Granting Petitions for Judicial Review; Order Vacating Permits filed March 14, 2016	12

-5-

EXHIBIT 1

EXHIBIT 1

		1 2 3 4	DIAMOND CATTLE COMPANY, LLC, a Nevada Limited Liability Company, and MICHEL AND MARGARET ANN	
		5	Petitioners, vs.	Case No.: CV1108-157
		6	STATE ENGINEER, OF NEVADA,	Dept. No.: 2
		7		
		8 9	DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES, and KOBEH VALLEY RANCH, LLC, a Nevada limited liability company,	
		10	Respondents.	
	9702	11	EUREKA COUNTY, a political subdivision of the State of Nevada,	
	NV 8	12	Petitioner,	Case No.: CV1112-164
	KZIE, LTD. 646, Carson City, NV Fax: (775) 882-7918 onmackenzie enm	13	Vs.	Dept. No.: 2
	Carson (775) Irkeny	14	THE STATE OF NEVADA, EX. REL	Defr. 140., 2
	NZIE 646, Fax:	15	STATE ENGINEER, DIVISION OF WATER RESOURCES, and KOBEH	
	facKE J. Box O202	16 17	VALLEY RANCH, LLC, a Nevada Imited liability company,	
	ON N et. P.() 687- sv lav	18	Respondents. /	
	ALLISON MacKENZIE, LTD. nn Street, P.O. Box 646, Carsor et (775) 687-0202 Fax: (775) Address: law@allwonmackenz	19	KENNETH F. BENSON, an individual, DIAMOND CATTLE COMPANY, LLC, a	
	ALLISON MacKENZIE, LTD. Th Division Street, P.O. Box 646, Carson City, 1 Telephone: (775) 687-0202 Fax: (775) 882-79 F-Mail Address: law@alltsonmackenzie com	20	Nevada Limited Liability Company, and MICHEL AND MARGARET ANN	
	ALLISON MacKENZIE, LTD. 402 North Division Street, P.O. Box 646, Carson City, NV 89702 Telephone: (775) 687-0202 Fax: (775) 882-7918 F-Mail Address: law@allhsonmackenzie com	21	ETCHEVERRY FAMILY, LP, a Nevada Registered Foreign Limited Partnership,	
	402 1	22	Petitioners,	Case No.: CV1112-165
		23	VS.	Dept. No.; 2
		24	STATE ENGINEER OF NEVADA, OFFICE OF THE STATE ENGINEER,	·
		25	DIVISION OF WATER RESOURCES, DEPARTMENT OF CONSERVATION	
		26	AND NATURAL RESOURCES, and KOBEH VALLEY RANCH, LLC. a Nevada limited liability company,	
		27	Respondents. /	
		20	2 P. P. P. P. S.	

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GRANTING OBJECTION TO PROPOSED ORDER REMANDING TO STATE ENGINEER; ORDER GRANTING PETITIONS FOR JUDICIAL REVIEW; ORDER VACATING PERMITS

NOTICE IS HEREBY given that on the 9th day of March, 2016, the Court duly entered an AMENDED ORDER GRANTING OBJECTION TO PROPOSED ORDER

ALLISON MacKENZIE, LTD. 402 North Division Street, P.O. Box 646, Carson City, NV 89702 Telephone: (775) 687-0202 Fax: (775) 882-7918 F-Mail Address: hw@allisnnmacknaric.com

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REMANDING TO STATE ENGINEER; ORDER GRANTING PETITIONS FOR JUDICIAL REVIEW; ORDER VACATING PERMITS in the above-entitled matters. A copy of said AMENDED ORDER is attached hereto as Exhibit "1".

AFFIRMATION

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

DATED this 14th day of March, 2016.

KAREN A. PETERSON, ESQ. Nevada State Bar No. 0366 ALLISON MacKENZIE, LTD. 402 North Division Street Carson City, Nevada 89703

- and -

EUREKA COUNTY DISTRICT ATTORNEY 701 South Main Street Post Office Box 190 Eureka, Ngyada 89346

BY:

THEODORE BEUTEL, ESQ. Nevada State Bar No. 5222

Attorneys for EUREKA COUNTY

402 North Division Street, P.O. Box 646, Carson City, NV 89702 Telephone: (775) 687-0202 Fax: (775) 882-7918 F-Mail Address law@allsonmackenzie com ALLISON MacKENZIE, LTD.

CERTIFICATE OF SERVICE

Pursuant to NRCP Rule 5(b), I hereby certify that I am an employee of ALLISON MacKENZIE, LTD., Attorneys at Law, and that on this date I caused the foregoing document to be 2 3 served to all parties to this action by: 4 Placing a true copy thereof in a sealed postage prepaid envelope, first class mail, in the United States Mail in Carson City, Nevada [NRCP 5(b)(2)(B)] 5 Via electronic transmission б Hand-delivery [NRCP 5(b)(2)(A)] 7 Micheline N. Fairbank, Esq. 8 Senior Deputy Attorney General Attorney General's Office 100 North Carson Street Carson City, NV 89701 10 Ross E. de Lipkau, Esq. John R. Zimmerman, Esq. Francis Mark Wikstrom, Esq. 11 Parsons Behle & Latimer 50 West Liberty Street, Suite 750 13 Reno, Nevada 89501 14 Laura A. Schroeder, Esq. Therese A. Ure, Esq. Schroeder Law Offices, P.C. 15 440 Marsh Avenue 16 Reno, Nevada 89509 17 Gordon H. DePaoli, Esq. Dale E. Ferguson, Ésq. 18 Woodburn and Wedge 6100 Neil Road, Suite 500 Reno, NV 89511 19 Courtesy Copy to: Honorable Gary D. Fairman 20 21 Seventh Judicial District Court P.O. Box 151629 Ely, NV 89315 DATED this 14th day of March, 2016. 23 24 ancy Fortenot 25

4838-0522-0143, v 1

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EXHIBIT 66199

EXHIBIT 66199

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Case Nos. CV 1108-155 CV-1108-156 CV-1108-157 CV-1112-164 CV-1112-165 CV-1202-170 CV-1207-178

IN THE SEVENTH JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA, IN AND FOR THE COUNTY OF EUREKA

* * * * *

EUREKA COUNTY, a political subdivision of the State of Nevada,

Petitioner,

Dept No. 2

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STATE OF NEVADA, EX. REL., STATE ENGINEER, DIVISION OF WATER RESOURCES,

Respondent.

CONLEY LAND & LIVESTOCK, LLC, a Nevada limited liability company, LLOYD MORRISON, an individual,

Petitioners,

OFFICE OF THE STATE ENGINEER OF THE STATE OF NEVADA, DIVISION OF WATER RESOURCES, DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES, JASON KING, State Engineer, KOBEH VALLEY RANCH, LLC, Real Party in Interest,

Respondents.

AMENDED ORDER **GRANTING OBJECTION TO** PROPOSED ORDER REMANDING TO STATE ENGINEER; ORDER GRANTING PETITIONS FOR JUDICIAL REVIEW; ORDER VACATING PERMITS

SEVENTH JUDICIAL DISTRICT COURT

DEPARTMENTS LINCOLN AND EUREKA STATE OF NEVADA

KENNETH F. BENSON, an individual, DIAMOND CATTLE COMPANY, LLC, a Nevada limited liability company, and MICHEL and MARGARET ANN ETCHEVERRY FAMILY, LP, a Nevada registered foreign limited partnership,

Petitioners,

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STATE ENGINEER OF NEVADA, OFFICE OF THE STATE ENGINEER, DIVISION OF WATER RESOURCES DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES,

Respondent.

EUREKA COUNTY, a political subdivision of the State of Nevada,

Petitioner,

٧

STATE OF NEVADA, EX. REL., STATE ENGINEER, DIVISION OF WATER RESOURCES.

Respondent.

KENNETH F. BENSON, an individual, DIAMOND CATTLE COMPANY, LLC, a Nevada limited liability company, and MICHEL and MARGARET ANN ETCHEVERRY FAMILY, LP, a Nevada registered foreign limited partnership,

Petitioners,

٧.

STATE ENGINEER OF NEVADA, OFFICE OF THE STATE ENGINEER, DIVISION OF WATER RESOURCES DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES,

Respondent.

SEVENTH JUDICIAL DISTRICT COURT GARY D. FAIRMAN DISTRICT JUDGE

DEFARTMENT 2 LINCOLN AND EUREKA

STATE OF NEVADA

KENNETH F. BENSON, an individual, DIAMOND CATTLE COMPANY, LLC, a Nevada limited liability company, and MICHEL AND MARGARET ANN ETCHEVERRY FAMILY, LP, a Nevada registered foreign limited partnership,

Petitioners,

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STATE ENGINEER OF NEVADA, OFFICE OF THE STATE ENGINEER, DIVISION OF WATER RESOURCES DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES,

Respondent.

MICHEL AND MARGARET ANN ETCHEVERRY FAMILY, LP, a Nevada Registered Foreign Limited Partnership DIAMOND CATTLE COMPANY, LLC, a Nevada Limited Liability Company, and KENNETH F. BENSON, an individual,

Petitioners,

٧s.

STATE ENGINEER OF NEVADA, OFFICE OF THE STATE ENGINEER, DIVISION OF WATER RESOURCES, DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES,

Respondents.

KOBEH VALLEY RANCH, LLC, a Nevada limited liability corporation,

Intervenor-Respondents.

On May 20, 2013, petitioners MICHEL AND MARGARET ANN ETCHEVERRY FAMILY, LP, DIAMOND CATTLE COMPANY, LLC and KENNETH F. BENSON appealed this Court's findings of fact, conclusions of law, and order denying petitions for judicial

SEVENTH JUDICIAL DISTRUCT COURT DEPARTMENTS LINCOLN AND EUREKA STATE 1

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review, entered May 17, 2013 (Nevada Supreme Court case no. 63258). The appeal was consolidated with the appeal in Nevada Supreme Court case no. 61324 for appellate purposes. The court reversed and remanded the case for proceedings consistent with the opinion.1 The remittitur was issued on November 23, 2015.

On November 25, 2015, Kobeh Valley Ranch, LLC ("KVR") via email, submitted to the court a proposed order remanding to State Engineer; on December 3, 2015, Eureka County, Kenneth F. Benson, Diamond Cattle Company LLC and Michel and Margaret Ann Etcheverry Family, L.P. filed a joint objection to proposed orders of Kobeh Valley Ranch, LLC; on December 7, 2015, Michel and Margaret Ann Etcheverry Family, L.P., Diamond Cattle Company, LLC and Kenneth Benson ('petitioners") filed an objection to proposed orders of Kobeh Valley Ranch, LLC; on December 16, 2015, KVR filed its reply to joint objection to proposed orders of Kobeh Valley Ranch LLC; on December 15, 2015, respondent Jason King, P.E., the State Engineer, filed his joinder to Kobeh Valley Ranch, LLC's reply to joint objection to proposed orders; on January 8 and 12, 2016, petitioners filed a request for review of objection to proposed orders of Kobeh Valley Ranch, LLC, the court has reviewed the pleadings and finds that no further briefing or hearing is necessary.2

The court has reviewed the Nevada Supreme Court's opinion Issued October 29. 2015. The Nevada Supreme Court held that "substantial evidence does not support the State Engineer's finding that KVR would be able to "adequately and fully" mitigate the fact that its ground water appropriations will cause Kobeh Valley springs that sources existing rights to cease to flow."3 The court further held that "The State Engineer's decision to

Eureka County v. State Engineer, 131 Nev. Adv. Opn. 84 (2015).

²7JDCR 11.

³Eureka County v. State Engineer at 16.

SEVENTH JUDICIAL DISTRICT COURT

DEPARTMENT 2 WHITE PINE, LINCOLM AND EUREKA COUNTIES

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STATE OF NEVADA



grant KVR's applications when the result of appropriations would conflict with existing rights and based upon unsupported findings that mitigation would be sufficient to rectify the conflict violates the Legislature's directive that the State Engineer must deny use or change applications when the use or change would conflict with existing rights."4 Having found petitioners had met their burden to show the State Engineer's decision was incorrect, the court held "the State Engineer's decision to grant KVR's applications cannot stand."5 The court reversed and remanded these cases to the district court for further proceedings consistent with this opinion.6

The Nevada Supreme Court did not remand the cases to the State Engineer for further proceedings consistent with its opinion which it could have done if the court concluded additional administrative review and findings were necessary. Based upon the Supreme Court's reversal of this Court's order denying petitions for judicial review and the State Engineer's decision to grant KVR's applications, this Court finds that the petitions for judicial review filed by the petitioners must be granted.

Good cause appearing,

IT IS HEREBY ORDERED that the petitions for judicial review filed by petitioners in the above-captioned proceedings are GRANTED. The approval of the monitoring, management, and mitigation plan, issued by respondent, STATE ENGINEER OF NEVADA is VACATED and applications nos. 72695, 72696, 72697, 72698, 73545, 73546, 73547, 73548, 73549, 73550, 73551, 73552, 74587, 75988, 75989, 75990, 75991, 75992, 75993, 75994, 75995, 75996, 75997, 75998, 75999, 76000, 76001, 76002, 76003, 76004, 76005, 76006, 76007, 76008, 76009, 76745, 76746, 76802, 76803, 76804, 76805, 76989, 76990,

⁴Id.

^{5/}d.

⁵ld.

SEVENTH JUDICIAL DISTRICT COURT



77171, 77525, 77526, 77527, 77553, 78424, 79911, 79912, 79913, 79914, 79915, 79916. 79917, 79918, 79919, 79920, 79921, 79922, 79923, 79924, 79925, 79926, 79927, 79928, 79929, 79930, 79931, 79932, 79933, 79934, 79935, 79936, 79937, 79938, 79939, 79940, 79941 and 79942 are hereby DENIED pursuant to NRS 533.370(2) in accordance with the holding of the Supreme Court's opinion in 131 Nev. Adv. Opn. 84 issued October 29, 2015.

IT IS HEREBY FURTHER ORDERED that the permits issued by the State Engineer for the above applications are VACATED.

DATED this _____ day of March, 2016.