STATE OF NEVADA

DEPARTMENT OF CONSERVATION AND NATURAL RESOURCES
DIVISION OF WATER RESOURCES

GUIDELINES FOR
TRANSFERRING OWNERSHIP
OF WATER RIGHTS

STATE ENGINEER’S OFFICE

JASON KING, P.E., STATE ENGINEER

NEW SIMPLIFIED INSTRUCTIONS AND FORMS!

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The State Engineer is authorized and responsible for maintaining water right files and accompanying documents as per Nevada Revised Statutes Chapters 111, 240, 375, 532, 533 and 534.

By Nevada Revised Statute 111.167, water rights are presumed to transfer with the land to which appurtenant, unless the Grantor in conveyance documents specifically reserves the water rights. A conveyance document is any instrument that legally transfers ownership of property. It may be a Quitclaim Deed; Grant, Bargain and Sale Deed; a final Decree of Distribution; or a Certificate of Incorporation from the Secretary of State, etc. As with land, water rights are considered “real property” and similar procedures are required to convey ownership. Although documents conveying title to land and water are required to be recorded in the County Recorder’s Office, the County Recorder does not forward copies of such documentation to the State Engineer’s Office. It is the new owner’s responsibility to file such documents with the State Engineer’s Office in a timely manner according to law.

A Report of Conveyance (R.O.C) provides water right holders, agents, etc. a method and means to organize document submittals that will expedite processing in the Office of the State Engineer in accordance with NRS requirements. The reporting process requires the party requesting a change of title from the currently recognized holder to submit a complete conveyance packet consisting of:

1. A notarized Report of Conveyance form that identifies the application, permit, proof, or claim information,
2. An Abstract of Title that catalogues the deeds or other documents which support a valid chain of title from the current holder to the new holder, (this requirement is waived when submitting only one deed) and
3. Copies of all documents listed on the Abstract of Title that have not been filed previously with the Office of the State Engineer and any other pertinent information as required. Documents filed previously may be shown as “A.o.F.” (already on file) with the file number first submitted to eliminate excessive copying. Please note that when submitting several reports of conveyance for water rights having the same chain of title, only one copy of each submitted document is needed. Do not submit more than one copy of a document at a time.
4. Payment of statutory fees of a one-time $120 filing fee and $20 per document per water right file number.

The Office of the State Engineer will not consider or treat a person as an owner of the water right until the report is confirmed, including notifications, in granting of permits to change the point of diversion, place of use, or manner of use, etc. The State Engineer is not required to confirm a new owner of record where conflicts in the chain of title exist and/or if the duty or rate of diversion cannot be determined from the documentation filed. Reports returned with a notice of any deficiencies will be rejected unless the required information is supplied to cure the deficiency within the required period. The Office of the State Engineer may waive specific requirements and may require additional supporting information, if circumstances warrant.

Conveyance deeds must be recorded at the proper county recorder’s office(s) before acceptance by the Division. Any deed not recorded with a county recorder is deemed void after October 1, 1995 against a subsequent purchaser who in good faith purchased the same water right and recorded his deed with the county recorder according to state law. The recording requirement establishes proof of constructive notice for valid recognition in the Office of the State Engineer to facilitate orderly processing. County recorder offices usually require several weeks to return original documents after submittal for recording. Please submit only copies of recorded originals and not conformed copies that can render some text unreadable.
The Office of the State Engineer, Division of Water Resources, reviews only the information that has been filed and may amend or update water right ownership upon receipt of additional information. All forms used by the Division of Water Resources are now available for downloading from our website at http://water.nv.gov. This website includes both a Titles database useful for tracking progress of ROC submittals and a Permits database with ownership information, *.pdf certificates, abrogations, relinquishments, etc. Any questions pertaining to deeds and R.O.C. submittals can be directed to the Deeds Section of the Division of Water Resources, 901 S. Stewart St. Ste. 2002, Carson City, NV 89701-5250, or call 775-684-2800.

*Effective July 1, 2003  NRS 111.312 and 247.110 recording requirements have been limited to paper size 8½” x 11”, requires 1” margins, APN’s on upper left corner of first page, Grantee address, and blank 3” x 3” recording block in upper right hand corner of first page. Documents not conforming to this criterion are subject to a $25.00 surcharge in addition to regular recording charges.

INSTRUCTIONS FOR COMPLETING THE REPORT OF CONVEYANCE

A complete and accurate Report of Conveyance packet with accompanying documents and fees constitutes a valid water right transfer of ownership request when submitted to the State Engineer Please note that the notary stamp and signature must be original on each form and not a facsimile. Please reference the Report of Conveyance blank form and the example form in Exhibit A. An explanatory example and a completed example of abstract of title forms are found in Exhibits B and C. Note: Items 7 to 11 may be left blank if filing only a Notice of Pledge and/or Deed of Trust.

Item 1. Each Application, Permit, Proof or Claim requires a separate Report of Conveyance and Abstract of Title. Enter the “Application/Permit” Number on the first blank line or “Proof” or the decreed “Claim” number in the second blank. The Office of the State Engineer permanently assigns the Application Serial Numbers upon receipt of all new applications. ... Do not use Certificate Numbers. See the Frequently Asked Questions section for an explanation of the different status meanings.

• Specify the Status as an Application, Permit, Certificate, Proof, Decreed, Vested Right, Protested, Forfeited, Abrogated, etc. Please note, if a subsequent permit has changed a water right, the new permit serial number is the appropriate water right on which to request an assignment rather than the earlier, abrogated right.
  • Specify the Use as Irrigation, Quasi-Municipal, Stock Water, Commercial, etc.

Item 2. Current holders: List all owners’ names exactly as shown in the water rights files in the office of the State Engineer. If the conveyance packet submitted is only transferring a portion of a permit, proof or claim, list only those previous owners relevant to that portion being conveyed.

Item 3. New Owners: List all names exactly as listed on transfer documents being submitted along with current mailing address(es), phone number(s) and percentage(s) or portion(s). Do not use abbreviations or et. al. or et. ux. unless specifically stated that way in the transfer documents. New Beneficiary’s: List the lender’s name on Deed of Trust documents with contact information. If filing this ROC for both purposes, then one additional $120 Filing Fee is required. If more space is needed, use remarks Item 15 or an attachment sheet for multiple owners and addresses.

Item 4. Copies of recorded documents are required. The recording number and time/date stamp must be included on each document. Documents must be on 8½” x 11” paper, legible, arranged in chronological order and labeled with deed numbers to match the abstract. Only a single copy of each document needs to be submitted when they are referenced in multiple abstracts. These documents are then normally filed under the lowest permit, proof or claim number relevant to the submittal. Documents already on file in
the Office of the State Engineer need not be duplicated or resubmitted, but will be assessed a document filing fee when listed in the abstract for another water right. Abstracts should reference such documents as “A.O.F.” (Already On File) and state the deed number and water right under which the deed was previously filed. No documents can be returned once the assignment is completed.

- **Affidavits of Identity.** Any differences in names (for example, Richard W. Carson, Sr. versus Richard W. Carson versus Richard Carson versus Dick Carson, etc.) of the Grantors and Grantees in the chain of title must be reconciled. An **Affidavit of Identity** may be used to reconcile differences listing all aliases. The affidavit must have an original notarized signature and notary stamp. No filing fee will be charged for **Affidavits of Identity** supporting chain of title documents. A model **Affidavit of Identity** has been included with these guidelines. Two variations of these exist, one for individual capacity and one when acting on behalf of a non-natural legal person (Representative). See Exhibit B, Line 6 for proper entry of an affidavit on the abstract.

- **Notice of Pledge & Deed of Trust** documents are filed "for security purposes only" to recognize collateral interests of beneficiaries, lenders, etc. The name of the lender and/or beneficiary should be listed in the report as the new Beneficiary, while the person executing the **Deed of Trust** should be shown as the current holder or grantor. **Note:** A Reconveyance, is required to release an encumbrance on our records. Due to the bulk of many Deeds of Trust, this office prefers to receive the briefer **Notice of Pledge.** A model **Notice of Pledge** has been included with these guidelines.

  An expedient and lower cost alternative to filing security instruments using the **Report of Conveyance** method is available by using the **Instrument Filing Fee** method. This method uses our blank form customized to your specific information. See the exemplary form in our Forms Room. Provide us one additional copy over the number of water rights to be encumbered plus $10.00 for each. The additional copy with a SASE will be returned as your confirmed copy, while one copy is placed in each water right file. This method is more convenient, less costly and provides the same assurances as does filing it with the ROC except we do not send a confirmation letter. Note that we require original signatures of both borrower and lender on the two duplicate originals before copying

  Please contact the Deeds Section for more information concerning this alternative.

- **Agreements, leases, liens, rental options, contracts, ditch rights or shares, etc.** are not recognized as conveying ownership interest, however, such information may be submitted along with the appropriate deed(s) for purposes of clarification and are chargeable documents when submitted as a part of the abstract with a **Report of Conveyance.**

- A copy of a **Death Certificate** may be accepted to recognize the surviving joint tenant when an **Affidavit Terminating Joint Tenancy** is unavailable. The affidavit should be procured whenever possible.

**Item 5.** A $120 filing fee plus $20 for each chargeable document must accompany the **Report of Conveyance.** Checks should be made payable to “Nevada State Engineer.”

**NOTE:** Only one $120.00 filing fee is required for related Reports of Conveyance submitted at the same time and using an identical chain of title (i.e. same documents listed to transfer different water rights). A $20.00 fee is still required for each document per each water right (Example - 2 documents filed in 3 permits = $120.00 plus $120.00 for the filing fee.) The $120.00 fee should be charged to the lowest water right number to which the chain applies. The $120 filing fee becomes non-refundable after expiration of a 60-day response time limit to submit additional information. See the long form titled Chain of Title Document Key for indications of how we may interpret each document style and fees associated with them.

**Item 6.** Each item of the abstract must be completed.
• Use the standard letter size abstract form unless the conveyance transfers a Truckee River Decree Claim. There is a separate legal size Abstract of Title form for these and other decreed claims that can be obtained through our website.
• List each deed chronologically by recording date, numbering the deeds consecutively, with the oldest deed listed first.
• List all grantors and grantees, exactly as they appear on each document. Note: Trusts and Estates are the legal owners. Do not list trustees or administrators as grantees or grantors without the specific name of the trust. Substitution of Trustee documents must be included when necessary to show the transfer of authority.
• Specify the diversion rate (except for transfers under claims in the Carson River Decree), the Duty, and Units or Acres. List only the acreages covered by the appurtenant water rights. See Item 9 for units of diversion rate and duty. These items must agree with the records of the State Engineer.
• When utilizing the Decreed Abstract of Title form for Truckee River Decree claims, list the Place of Use being transferred in each conveyance document specifying the water righted acreages within each applicable 40 acre subdivision (quarter-quarter) of each section, township and range.
• List the serial number assigned and the date recorded by the county recorder for each document. Common document description examples are depicted on the example abstract. The recorder’s information must be legible on all transfer documents.
• Identify maps by assessor’s number, water right, parcel, subdivision, etc. with document numbers. Maps are considered to be a part of the transfer document.

Item 7. Supplemental Water Rights share a place of use or a portion thereof and should be transferred together. State the application, permit, proof or claim numbers for all the supplemental water rights. Separate Report of Conveyance forms need to be submitted for each water right.

Item 8. Indicate the county(s) where the Point(s) of Diversion is/are located. Also indicate the county(s) of the Place(s) of Use, or if the place of use is in more than one county, indicate all counties. If the point of diversion is in a different county than the place(s) of use, state law requires conveyance documents be recorded in each respective county. Recording serves to notify the public that a title transfer has occurred. The recording numbers and recorders stamp from each county must be legible on your transfer documents and all county numbers are to be included on the abstract of title.

Item 9. Duties indicated must be verifiable in the Office of the State Engineer or no confirmation of assignment letter will be issued. Include a diversion rate in CFS and/or volume in acre-feet. If the diversion rate is not stated, it will be calculated to be proportional to the volume in the permit or certificate:

\[
\text{diversion or flow rate} \\
\text{CFS} = \text{cubic feet per second} \quad \text{(1 CFS} = 448.83 \text{gallons per minute)}
\]

\[
\begin{array}{ll}
\text{volume or duty} & \\
\text{AFA} = \text{acre feet annually} & \text{MGA} = \text{million gallons}
\text{annually} & \\
\text{AFS} = \text{acre feet per season} & \text{MGS} = \text{million gallons per season}
\text{season} & \\
\end{array}
\]

\[
\begin{align*}
(723.97 \text{ AFA} & = 1 \text{ CFS flowing for 1 year}) \\
(1 \text{ AFA} & = 0.325851 \text{ MGA})
\end{align*}
\]

\[
\begin{align*}
(235.906 \text{ MGA} & = 1 \text{ CFS}) \\
(1 \text{ MGA} & = 3.0689 \text{ AFA})
\end{align*}
\]

Item 10. If an Application to Change the P.O.D., P.O.U., or M.O.U. is already filed; mark the “Yes” box. If the water is to be used under the current permit or certificated terms, mark the “No” box. P.O.D. stands for Point of Diversion; P.O.U. stands for Place of use and M.O.U. stands for Manner of use.
Item 11. Indicate the new Application to Change number.

Item 12. List any other permits utilizing the same abstract/chain of title. Report(s) of Conveyance can be supported by deed(s) already on file or submitted in other reports, if correlation is established and referenced properly in the abstract as “A.O.F.,” citing filed locations, such as A.O.F. under Permit 12345.

Item 13. Remarks: Use this section to explain items above where more space is needed before using an attachment page.

Item 14. Affidavit Section. The notary will complete and must sign this form at the ___ line and stamp the form in the area indicated. Owners, agents or representatives attesting to the facts must sign at the signature line only in the presence of the notary public. Fill in the current contact information for the mailing address and phone number and check the correct box as agent or owner. Our office provides notary service at no charge for water right related documents. Please allow 1 to 6 months processing time from submittal date to receive a response from our office. If in the review process, deficiencies are detected, follow-up letters to owners or their representatives requesting additional information will be sent which will allow sixty (60) days for compliance. After this time frame the Conveyance Packet(s) become subject to rejection.

The submitting agent or owner will be mailed the original Confirmation of Assignment letter by First Class Mail (FCM) along with a statement mentioning verification is available by visiting our website. Certain agents or representatives on record will receive a copy of the confirmation letter. An option to receive correspondence by electronic means and not by FCM is outlined below and indicated by a checkbox on Item 3 of the ROC when the consent form is on file.

NOTE: It is the responsibility of owners to file changes of address with this office.

FREQUENTLY ASKED QUESTIONS:

How and when will I receive a confirmation that my rights have been changed into my name?

Answer. Please allow our office anywhere from one to six months to process depending upon our workload. If you prefer to receive your correspondence by email instead of a hard copy by USPS, please check the box under Item 3 and include the CONSENT TO ELECTRONIC DELIVERY OF DOCUMENTS form from our website. Addressee will be the affiant on the R.O.C.

Why do I need to file a Report of Conveyance to update the title records in the State Engineer’s Office?

Answer: State Statutes require submittal of all conveyances of water rights taking place after October 1, 1995 to be filed in our office. Timely filing helps prevent future title conflicts created by insufficient or incorrect documentation that become difficult and costly to resolve later. As more water rights are changed and ownership is divided and transferred frequently, it is increasingly important for all the conveyance documents involved in the chain of title to be on file in our office to allow equitable and accurate decisions affecting those rights and proper noticing of actions related to the subject water rights. As water rights are changed or sold, the State Engineer’s staff provides reviews to validate and “confirm” those rights to the proper owners.

How can I determine what my water rights really are?

Answer: The public records and staff in the Division of Water Resources are available to citizens and professionals to help research, evaluate, and establish ownerships and resolve other water right issues. The State Engineer’s website contains many searchable databases that are accessible online but information obtained is subject to our disclaimers and should be verified against the actual water right files.

What does the status of a water right mean?

Answer: The status indicates the point in the administrative process reached towards perfecting a water right application. The usual sequence is application, ready for action (RFA), permit, and finally a certificate. Applications are assigned a permanent serial number. An application becomes ready for action 30 days after the last date of publication. Permit status is obtained only when the State Engineer approves it. Terms in a permit set forth conditions, submittals and time frames that must be met. A Permit is only a temporary allowance and the final water right duty under a Permit will be...
dependent upon the amount of water actually placed to beneficial use. A Certificate may be issued when a water right’s Proof of Application of Water to Beneficial Use has been verified.

Proofs are claims of vested rights filed by notarized Affidavit attesting to perpetual historical usage beginning prior to the first water law statutes. They are assigned a permanent serial number. The adjudication process is an orderly statutory procedure by which a court “takes proofs” to determine owners, priorities and amounts of water usage. It then issues a court order to “decree” the rights to a source of water. After a court order is issued, the proof status may change to a decreed right.

Applications proceed through an administrative process while proof or claims require a judicial process.

What does the term supplemental rights and Total Combined Duty mean?

**Answer:** Supplemental rights share the same or an overlapping place of use. Multiple sources of water or Points of Diversion may be used and/or multiple applications may be filed on a single point of diversion to satisfy all the demand required within the place of use. Often, supplemental rights will reference other permit numbers and a maximum total combined duty that can be used to satisfy the demand. Other supplemental rights don’t state their complementary permits but are supplemental due to a shared place of use. The total combined duty may be stated in the terms of the permit to be the total amount of water that can be diverted to meet the maximum allowed under all of the supplemental permits. Groundwater supplemental rights issues can be determined through a review of the records in the S.E. office or as indicated in our Permits Database under Abrogation, Ruling, and Protest Info (Page 4) for each water right record.

Why do I need to indicate the County in two places on the form for question 8?

**Answer:** If the point of diversion is in a different county than the place(s) of use, state law requires conveyance documents be recorded in each respective county. Recording serves to notify the public that a title transfer has occurred. The recording numbers and recorders stamp from each county must be legible on your transfer documents and all county numbers are to be included on the abstract of title.

If there is a change application involved, how do I know which application or permit to file my Report of Conveyance on?

**Answer:** The important thing to remember is the names have to match between the earlier right and the changed right - you must own the earlier base right before you can change it. If the change application is in the new owner name, then file the Report of Conveyance on the base right. If the base right is in the previous owners name, then file the Report of Conveyance on the base right and file any new change application in the new owners name. Otherwise, you may need to file a Report of Conveyance on both rights. Once the change application is pending, it is best if a deed mentions both rights so that it can work to transfer either one or both rights.

Why and when do I have to file a map?

**Answer:** If a map is referenced in any of the transfer documents listed on the abstract of title form the map must be included in the conveyance packet, unless the property conveyed therein is fully defined in the transfer document with a legal description. Such a description would contain survey information to the nearest 40-acre subdivision shown such as SE¼ SE¼ Sec. 1, T12N R19E, M.D.B.&M. When a transfer document references property with Lot and Block numbers, a copy of the applicable subdivision map from the county assessor’s office must be submitted. If maps are already on file in this office, they may be noted in Remarks as “A.O.F.” with the file number referenced. Other GIS or topographic maps may be requested if not submitted for depicting the Points of Diversion and grazing allotment boundaries for extensive range users.

How will I know that your records have been updated to show my name as an owner?

**Answer:** You will receive a letter of confirmation showing the name(s) of the new owner(s) by diversion rate, duty amounts and/or acres or units along with a statement directing you to verify this online at our Permits database at [http://water.nv.gov](http://water.nv.gov). Please review the confirmation letter carefully for accuracy, as these documents become the official records of ownership in the files of the State Engineer. Please notify this office of any discrepancies noted.

I have a lot of Permits. Can I do these forms on my computer?

**Answer:** Yes. Computerized forms are available on-line at [http://water.nv.gov](http://water.nv.gov) in user fill-able Adobe Reader .pdf formats. Contact our office for more information.
Chapter 533.382 of NRS. Forms, acknowledgment and recording of conveyance.

Except as otherwise provided in Chapter 533.387 every conveyance of an application or permit to appropriate any of the public waters, a certificate of appropriation, an adjudicated or unadjudicated water right or an application or permit to change the place of diversion, manner of use or place of use of water must be:

1. Made by a deed.
2. Acknowledged in the manner provided in NRS 240.161 to 240.168, inclusive; and
3. Recorded in the office of the county recorder of each county in which the water is applied to beneficial use and in each county in which the water is diverted from its natural source.

Chapter 533.383 of NRS. Effect of recording or failing to record deed of conveyance.

1. The recording of a deed pursuant to NRS 533.382 shall be deemed to impart notice of the contents of the deed to all persons at the time the deed is recorded, and a subsequent purchaser or mortgagee shall be deemed to purchase and take with notice of the contents of the deed.
2. The deed of:
   .. (a) An application of 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 water, that has not been recorded as required
   Chapter 533.382 shall be deemed void as against a subsequent purchaser who in good faith and for valuable consideration purchases the same application, right, certificate or permit, or any portion thereof, if the subsequent purchaser first records his deed in compliance with Chapter 533.382.

Chapter 533.384 of NRS. Filings required by person to whom conveyance is made.

1. A person to whom is conveyed an application or permit to appropriate any of the public waters, a certificate of appropriation, an adjudicated or unadjudicated water right or an application or permit to change the place of diversion, manner of use or place of use water, shall:
   (a) File with the State Engineer, together with the prescribed fee, a report of conveyance which includes the following information on a form provided by the State Engineer:
      (1) An abstract of title;
      (2) Except as otherwise provided in subsection 2, a copy of any deed, written agreement or other document pertaining to the conveyance;
      (3) Any other information requested by the State Engineer.
   (b) If the place of use of the water is wholly or partly within the boundaries of an irrigation district, file with the irrigation district:
      (1) An abstract of title;
      (2) Except as otherwise provided in subsection 2, a copy of any deed, written agreement or other document pertaining to the conveyance.
2. The governing body of any local government of this state and any public utility which is a purveyor of water within the state may submit an affidavit or other document upon oath in lieu of the documents otherwise required by subparagraph (2) of paragraphs (a) and (b) of subsection 1, if the State Engineer finds that:
   (a) The affidavit clearly indicates that rights for diverting or appropriating water described in the affidavit are owned or controlled by the governing body or utility; and
   .. (b) The affiant is qualified to sign the affidavit.

Chapter 533.386 of NRS. Duties of State Engineer concerning conveyances.

1. The State Engineer shall confirm that the report of conveyance required by paragraph (a) of subsection 1 of Chapter 533.384 includes all material required by that subsection and that:
   (a) The report is accompanied by the prescribed fee;
   (b) No conflict exists in the chain of title that can be determined by the State Engineer from the conveyance documents or from other information on file in the office of the State Engineer; and
   (c) The State Engineer is able to determine the rate of diversion and the amount of water conveyed in acre-feet or million gallons from the conveyance documents or from other information on file in the Office of the State Engineer.
2. If the State Engineer confirms a report of conveyance pursuant to subsection 1, he shall in a timely manner provide a notice of the confirmation to the person who submitted the report of conveyance. The notice must include, without limitation:
   (a) A statement indicating that neither the confirmation of the report of conveyance nor the report of conveyance, if the report sets forth the amount of water conveyed, guarantees that:
      .. (1) The water right is in good standing with the Office of the State Engineer; or
(2) 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 upon the conveyance of the application or permit to appropriate any of the public waters, the certificate of appropriation, the adjudicated or unadjudicated water right, or the application or permit to change the place of diversion, manner of use or place of use of water.

(b) A statement that the confirmation of the report of conveyance is not a determination of ownership and that only a court of competent jurisdiction may adjudicate conflicting claims to ownership of a water right.

3. If the State Engineer determines that the report of conveyance is deficient, he shall reject the report of conveyance and return it to the person who submitted it with:

(a) An explanation of the deficiency; and

(b) A notice stating that the State Engineer will not confirm a report of conveyance that has been rejected unless the report is resubmitted with the material required to cure the deficiency. The notice must also include a statement of the provision of subsection 5.

4. 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:

(a) An explanation that a conflict appears to exist in the chain of title; and

(b) 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.

5. 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 for 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.

6. If the State Engineer is notified that a court of competent jurisdiction has entered a judgment confirming ownership of a water right or resolving a conflict in a chain of title, and that the judgment has become final, the State Engineer shall take such administrative action as is appropriate or necessary to conform the records of the Office of the State Engineer with the judgment of the court, including, without limitation, amending or withdrawing a permit or certificate that was previously approved by the State Engineer.

Chapter 533.387 of NRS. Inapplicability of certain provisions to conveyance of shares of stock in ditch company.
The provisions of Chapter 533.382 to 533.386, inclusive, do not apply to the conveyance of shares of stock in a ditch company which owns:

1. An application or permit to appropriate any of the public waters;

2. A certificate of appropriation;

3. An adjudicated or unadjudicated water right; or

4. An application or permit to change the place of diversion, manner of use or place of use of water.

Chapter 533.435 of NRS. Fees of state engineer.
1. The State Engineer shall collect the following fees:

For examining and filing a report of conveyance filed pursuant to paragraph (a) subsection 1 of NRS 533.384

Report of conveyance $120.00

Plus $20.00 per conveyance document.

For filing any other instrument .... $10.00

Chapter 111.167 of NRS. Presumption of conveyance with land: Water rights, permits, certificates and applications appurtenant to land.

Unless the deed conveying land specifically provides otherwise, all:

1. Applications and permits to appropriate any of the public waters;

2. Certificates of appropriation;

3. Adjudicated or unadjudicated water rights; and

4. Applications or permits to change the place of diversion, manner of use or place of use of water, which are appurtenant to the land are presumed to be conveyed with the land.

Chapter 375.010 of NRS. Definitions.
The following terms, wherever used or referred to in this chapter, have the following meaning unless a different meaning clearly appears in the context:
1. "Deed" means every instrument in writing, except a last will and testament, whatever its form, and by whatever name it is known in law, by which title to any estate or present interest in real property, including a water right, permit, certificate or application, is conveyed or transferred to, and vested in, another person, but does not include a lease for any term of years or an easement.

2. "Value" means:
   (a) In the case of any deed not a gift, the amount of the full, actual consideration paid or to be paid, excluding the amount of liens assumed.
   (b) In the case of a gift, or any deed with nominal consideration or without stated consideration, the estimated price the real property would bring in an open market and under the then prevailing market conditions in a sale between a willing seller and a willing buyer, both conversant with the property and with prevailing general price levels.

Practical tips for Agents and buyers and sellers in real estate transactions and filing of the Report of Conveyance.

1. Always check your property descriptions, grantors/grantees, etc. for accuracy by proof reading every word in the conveyance documents.
2. Always check the legal names of corporate entities with the Nevada Secretary of State’s website at http://nvsos.gov/sosentitysearch/
3. It’s usually best to use a full description of each water right involved by naming them specifically with both Permit and Certificate numbers and Proof or Claim Nos. in deed or conveyance document.
4. Check the page formatting requirements to avoid the $25.00 non-conforming document charge assessed at the county.
5. Deeds that sell land without describing any appurtenant water rights still convey them if no reservations are declared but can leave them open to interpretation and ambiguity.
6. Title companies do not insure water rights as part of their title insurance policy and therefore often separate the water rights from a land deed without first reserving them and then create a redundant water right deed recorded simultaneously as the next consecutive recorded document.
7. Deeds constructed for a base property with grazing rights on public land should enumerate the intent to include the range and stock water rights in the deed or specifically reserve them rather than leave them unstated and the intent unclear.
8. Chains of title must be complete starting from the current holder of record in our office to the most current recorded deed. Records are updated daily but only records having ROC’s filed since 2002 have ownership records updated in our Permits database. The legal record is not our database but the actual hard copy of each water right file and should be researched along with county records to perform due diligence.
9. When deeds or changes of address are not filed in a timely manner with our office, it can put ownership at risk of loss from various actions that arise involving the mailing of notices that go undelivered or other unforeseen circumstances.
10. See NRS 111.167 above! A thorough understanding of the doctrine of appurtenance, Nevada water law, the language of deeds, and more is essential to engaging in property transactions and avoiding disputes to be settled in a court of competent jurisdiction.

When in doubt, don’t hesitate to hire an expert!
State of Nevada

REPORT OF CONVEYANCE

department of conservation and natural resources, division of water resources, office of the state engineer

<table>
<thead>
<tr>
<th>ITEM</th>
<th>APPLICATION / PERMIT No.: 12345</th>
<th>PROOF/CLAIM No.:</th>
<th>STATUS: Cert.</th>
<th>USE: Irr.</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>CURRENT HOLDER(S) SHOWN BY THE STATE ENGINEER: John Q. Doe and Jane R. Doe</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>NEW OWNER(S): The Ponderosa Ranches, Inc.</td>
<td>NEW BENEFICIARY(S): Tahoe National Bank</td>
<td></td>
<td></td>
</tr>
<tr>
<td>3</td>
<td>ADDRESS: 1900 Highway 28</td>
<td>ADDRESS: 3456 Main St</td>
<td></td>
<td></td>
</tr>
<tr>
<td>CITY: Incline Village</td>
<td>STATE: NV</td>
<td>ZIP: 89450</td>
<td>CITY: Truckee</td>
<td>STATE: CA</td>
</tr>
<tr>
<td>Email confirmation OK? See below</td>
<td>YES</td>
<td>Email confirmation OK? See below</td>
<td>YES</td>
<td></td>
</tr>
</tbody>
</table>

4. INVENTORY DOCUMENTS BY CATEGORY AND NUMBER OF EACH IN CHAIN OF TITLE. See Guidelines Page 2

| DEED(S) Correction DEED(S) | 4 | OTHER: |
| NOTICE(S) OF PLEDGE | I | MAP(S) at no charge | I |
| DEATH CERTIFICATES | 1 | AFF OF ID at no charge | |
| DEGREE(S) OF DISTR | OTHER: | |

TOTAL # of $$ Documents = > 7
TOTAL # x $20 each = 140 $ 140.00
Report filing fee = $120.00* $ 240.00
TOTAL FEES SUBMITTED* $ 380.00

5. ONE, ONE-TIME $120 FILING FEE MUST ACCOMPANY THESE REPORTS + $20 PER CONVEYANCE DOCUMENT LISTED ABOVE.
*WHEN INCLUDING ENCUMBERING DOCUMENTS IN ADDITION TO CONVEYANCE DOCUMENTS, AN ADDITIONAL FILING
FEE OF $120 IS REQUIRED. SEE GUIDELINES FOR MORE INFORMATION.

6. This REPORT may require an ABSTRACT OF TITLE listing the above documents in chronological order. A copy of the map
referred to in said deed(s) may be required. Copies of maps should be letter or legal size. Refer to Guidelines sheet for details.

7. LIST SUPPLEMENTAL RIGHTS:

8. COUNTY: POINT OF DIVERSION: Washoe | COUNTY: PLACE(S) OF USE: Washoe

9. AMOUNT (DUTIES) TO BE ASSIGNED: 0.20 CFS 80.0 ACRE-FEET 20.0 ACRES or UNITS

10. IS AN APPLICATION TO CHANGE THE P.O.D., P.O.P., OR M.O.U. OF THIS RIGHT TO BE FILED? YES | NO |

11. IF AN APPLICATION TO CHANGE THE P.O.D., P.O.U., OR M.O.U. IS ALREADY FILED, INDICATE THE NUMBER:

12. List any other water rights relating to this Report of Conveyance that has been filed using the same abstract and chain of title.

13. Additional Space/Remarks: See the abstract titled Typical Progression of Title Transfers associated with this example

14. "I swear under penalty of perjury, that this represents a complete and thorough search of the records of the county recorder of each county in which the water is
placed to beneficial use or diverted from its natural source and the records on file in the office of the state engineer."

STATE OF Nevada
COUNTY OF Carson City

SIGNATURE: ____________________________
PRINT NAME: Kit Carson, Jr.
MAILING ADDRESS: 901 S. Capital St
FIRM NAME: Carson Engineers, Inc.
CITY: Carson City | STATE: NV | ZIP: 89701
PHONE: 775-684-5512 | OWNER? | AGENT? | YES |
E-MAIL: someone@carsoneng.com

Signature of Notary Public Required

Notary Stamp or Seal Required

If not, please download from our website and include.
## ABSTRACT OF TITLE

### Typical Progression of Title Transfers

<table>
<thead>
<tr>
<th>DEED NO.</th>
<th>GRANTOR</th>
<th>GRANTEE</th>
<th>CFS</th>
<th>AFA</th>
<th>ACRES</th>
<th>FILED UNDER DATE</th>
<th>DOC #</th>
<th>DOCUMENT DESCRIPTION/REMARKS</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>John Q. Doe and Jane R. Doe</td>
<td>Ben Cartwright, Jr. aka Benny Cartwright aka &quot;Centle Ben&quot; Cartwright</td>
<td>0.20</td>
<td>80.0</td>
<td>20.0</td>
<td>6/1/1950</td>
<td>11222</td>
<td>G.B. and S. Deed NW¼SE¼ Sec. 23, T.16N. R.18E. M.D.M.B&amp;M.</td>
</tr>
<tr>
<td>2</td>
<td>Benny Cartwright, Jr. Trustor</td>
<td>First National Bank Beneficiary A1 Title Company, Trustee</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>1/1/1952</td>
<td>23444</td>
<td>Deed of Trust security interest only</td>
</tr>
<tr>
<td>3</td>
<td>First National Bank Beneficiary A1 Title Company, Trustee</td>
<td>Benny Cartwright, Jr. Trustor</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>1/1/1958</td>
<td>54445</td>
<td>Deed of Reconveyance security interest only</td>
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<tr>
<td>4</td>
<td>Ben Cartwright, Jr.</td>
<td>Ben Cartwright, Trustee of the Cartwright Family Trust dated Oct. 2, 1985</td>
<td>0.20</td>
<td>80.0</td>
<td>20.0</td>
<td>12/31/1976</td>
<td>12388</td>
<td>Q.C. Deed</td>
</tr>
<tr>
<td>5</td>
<td>Ben Cartwright, Trustee of the Cartwright Family Trust dated Oct. 2, 1985</td>
<td>Kit Carson and Kitty Carson, h&amp;w as JT WROS</td>
<td>0.20</td>
<td>80.0</td>
<td>20.0</td>
<td>12/31/1988</td>
<td>236667</td>
<td>G.B. and S. Deed NW¼SE¼ Sec. 23, T.16N. R.18E. M.D.M.B&amp;M.</td>
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<td>6</td>
<td>Kit Carson deceased JT</td>
<td>Kitty Carson surviving JT</td>
<td>0.20</td>
<td>80.0</td>
<td>20.0</td>
<td>1/1/1990</td>
<td>25777</td>
<td>Death Certificate w/ Affidavit Terminating JT</td>
</tr>
<tr>
<td>7</td>
<td>Kitty Carson Trustor</td>
<td>Tahoe National Bank Beneficiary A to Z Title Company, Trustee</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>1/1/1992</td>
<td>612333</td>
<td>Notice of Pledge referencing DOT doc# 28678</td>
</tr>
<tr>
<td>8</td>
<td>A to Z Title Company</td>
<td>The Ponderosa Ranches, Inc.</td>
<td>0.20</td>
<td>80.0</td>
<td>20.0</td>
<td>6/1/1995</td>
<td>612333</td>
<td>Trustee's Deed Upon Sale (or in lieu of foreclosure)</td>
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<tr>
<td>DEED NO.</td>
<td>GRANTOR</td>
<td>GRANTEE</td>
<td>CFS</td>
<td>AFA</td>
<td>ACRES</td>
<td>FILED UNDER DATE</td>
<td>DOC # DATE</td>
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</tr>
<tr>
<td>1</td>
<td>Sellers</td>
<td>Buyers</td>
<td>numerical value</td>
<td>numerical value</td>
<td>numerical value</td>
<td></td>
<td>Doc. No. Grant, Bargain, and Sale Deed Quit Claim Deed Warranty Deed</td>
<td>Date of Rec</td>
</tr>
<tr>
<td>2</td>
<td>Trustor (buyers, payors)</td>
<td>Beneficiaries (lenders or payees) and Trustees</td>
<td>--</td>
<td>--</td>
<td>--</td>
<td></td>
<td>Doc. No. Deed of Trust</td>
<td>Date of Rec</td>
</tr>
<tr>
<td>3</td>
<td>Trustor (buyers, payors)</td>
<td>Beneficiaries (lenders or payees) and Trustees</td>
<td>--</td>
<td>--</td>
<td>--</td>
<td></td>
<td>Doc. No. Notice of Pledge w/ D. of Trust Doc. No. referenced</td>
<td>Date of Rec</td>
</tr>
<tr>
<td>4</td>
<td>Lien Holder Beneficiaries (lenders or Payees) and Trustees</td>
<td>Property Owners Trustees (buyers, payors)</td>
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<td></td>
<td>Doc. No. Deed of Reconveyance (releases lien or encumbrance)</td>
<td>Date of Rec</td>
</tr>
<tr>
<td>5</td>
<td>Trustees (Defaultors)</td>
<td>New Buyers</td>
<td>numerical value</td>
<td>numerical value</td>
<td>numerical value</td>
<td></td>
<td>Doc. No. Trustee's Deed Upon Sale</td>
<td>Date of Rec</td>
</tr>
<tr>
<td>6</td>
<td>Identifiior (John Q. Doe)</td>
<td>Identifiees (Jane A. Doe) (aka Jane Doe)</td>
<td>--</td>
<td>--</td>
<td>--</td>
<td></td>
<td>Doc. No. Affidavit of Identity</td>
<td>Date of Rec</td>
</tr>
<tr>
<td>7</td>
<td>Estate of (deceased)</td>
<td>Inheritors</td>
<td>numerical value</td>
<td>numerical value</td>
<td>numerical value</td>
<td>Orig. Doc. Decree of Distribution Executors Deed or other court document</td>
<td>Date of Rec</td>
<td></td>
</tr>
<tr>
<td>8</td>
<td>Party One</td>
<td>Party One</td>
<td>numerical value</td>
<td>numerical value</td>
<td>numerical value</td>
<td>Doc. No. Affidavit Terminating Joint Tenancy w/ Death Cert.</td>
<td>Date of Rec</td>
<td></td>
</tr>
</tbody>
</table>
NOTICE OF PLEDGE

State of Nevada
Division of Water Resources
901 S. Stewart Street
Carson City, Nevada 89701

Attn: State Engineer:

Please be notified that the undersigned have this date executed a DEED OF TRUST in favor of __________

_____________________________ covering certain land in __________ County, Nevada
together with all of the Trustor's right to any and/or all water rights, ditch and ditch rights, appurtenant to the
described land, including, but not limited to, water from an underground source

underground
source Permits

and surface
water sources

or if decreed

☐ (See attached legal description and water right information in Exhibit A.)

The said DEED OF TRUST, given to secure a promissory note of even date, was recorded __________
in the Office of the County Recorder of __________ County as Instrument No. __________
in Book No. __________ , Page(s) __________

Please file this notice with your records of the above-referenced water rights and direct any notices of the intended
change of the Place of Use (P.O.U.), Manner of Use (M.O.U.), or Point of Diversion (P.O.D.), or any other matter
which materially affects the beneficiary's security interest in the said rights to __________

Dated this ___ day of ________________, 20 __

Institutional Officer's Signature or Beneficiary and Title

Trustor's Signature and Typed Name

Trustor's Signature and Typed Name

Trustor's Signature and Typed Name

Trustor's Signature and Typed Name

Receipt of this Notice of Pledge is hereby acknowledged with the signature of a duly qualified employee of the Division of
Water Resources. An original copy, signed by Trustor's and Beneficiary's listed above, of this notation of the __________
interest in the above referenced water rights will be placed in the files of the Division of Water Resources. After DWR
signing of both duplicate original copies, please return one original copy to __________

Beneficiary hereby agrees to keep the DWR office notified of any changes of address and to forward
any reconveyances within 30 days of proper recording dates to release the above encumbrance in the ownership records.

Date

DWR Employees Signature

Title

Duplicate Original No. 1 2 (Circle on each copy)
AFFIDAVIT OF IDENTITY - INDIVIDUAL

State of ______________________

County of ______________________

Affiant, ______________________, being first duly sworn on his/her oath, states that (s)he is familiar with ______________________ and acknowledges that (s)he is one in the same person as ______________________, who is also known as ______________________.

______________________________
Affiant Signature before Notary Public

This instrument was acknowledged before me on ______________________ Date
by ______________________.

Name of Person(s)

______________________________
Signature of notarial officer

My commission expires:

______________________________
Month, Day, Year

Notary Stamp
AFFIDAVIT OF IDENTITY - REPRESENTATIVE

State of __________________ )
) )
) )
County of __________________ )

Affiant, ____________________________, being first duly sworn on his/her oath, states
that (s)he is familiar with ____________________________ and acknowledges that (s)he
is one in the same person as ____________________________, who is also known as
______________________________ and ________________________________ .

________________________________________
Affiant Signature before Notary Public

This instrument was acknowledged before me on __________________________
by __________________________ as __________________________ of
Name of Person(s) Type of Authority, e.g. Officer, Trustee, etc.

________________________________________
Name of party on behalf of whom instrument was executed

________________________________________
Signature of notarial officer

________________________________________
Title and rank (optional)

My commission expires:

________________________________________
Month, Day, Year

Notary Stamp
# ABSTRACT OF TITLE

Please retain this sheet underneath the Summary of Ownership form

<table>
<thead>
<tr>
<th>DEED NO.</th>
<th>GRANTOR</th>
<th>GRANTEE</th>
<th>CFS</th>
<th>AFA</th>
<th>ACRES</th>
<th>FILED UNDER</th>
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</tr>
</thead>
<tbody>
<tr>
<td>1</td>
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</tr>
</tbody>
</table>
I, the undersigned, consent to receive electronic delivery of documents from the Division of Water Resources (Division). This consent does not apply to any notice, disclosure or other communication that the Division is required by Nevada Revised Statute to send in hard copy through the postal mail. The consent granted herein will continue indefinitely, unless it is revoked in accordance with the terms set forth below.

If you would like to withdraw your consent for electronic delivery of all eligible documents and receive paper copies, please send a Request to Withdraw Consent for Correspondence form to; State of Nevada, Division of Water Resources, 901 S. Stewart St., Ste. 2002, Carson City, NV 89701 or fax at (775) 684-2811.

“Electronic Delivery” means making information available by:

- Transmitting such information in an email or, at our option, in an attachment to an email, to your email address of record; or
- Sending notice to your email address of record that such information is available on our website or with instructions on how to access such information.

It is the responsibility of the recipient to notify the Division of any changes to their email address.

Please mail the completed form to; State of Nevada, Division of Water Resources, 901 S. Stewart St., Ste. 2002, Carson City, NV 89701 or fax at (775) 684-2811

Name: ________________________________________________________________

Company Name: _______________________________________________________

Address: _____________________________________________________________

City/State/zip: _________________________________________________________

Telephone: ___________________________________________________________

Email Address: _______________________________________________________
(If multiple addresses please list below)

Additional email address(s): _____________________________________________

☐ I am the permit holder

☐ Agent/correspondent        Signature: ___________________________ Date: _____________

Withdrawn on: _________________ by: mail _____ fax _____ email _______     Rev. 3/2012