

December 5, 2013

Via FedEx

Nevada State Engineer Nevada Division of Water Resources (NDWR) 901 South Stewart Street, Suite 2002 Carson City, Nevada 89701-5250

Re: Request for Extension of Time for Proof of Beneficial Use – Water Appropriation Permits 50801 and 51083

Dear State Engineer:

In 1987, Tronox LLC (formerly known as Kerr-McGee Chemical LLC) in Henderson, Nevada, obtained two Water Appropriation Permits covering groundwater appropriation for remediation purposes: Permits 50801 and 51083. At the direction of the Nevada Division of Environmental Protection (NDEP), a groundwater remediation project was started at the Henderson site and has been in service since that time. The expected remediation lifetime is decades. In 2011, Tronox LLC filed a Report of Conveyance for each of these water appropriation permits, transferring responsibility for the permits to the Nevada Environmental Response Trust (NERT).

As we come upon the time for filing proof of beneficial use, we find that a time extension is needed because the remedial efforts are continuing. The subsurface aquifer available for extraction and remediation has been greatly diminished over the last 25 years. This is due in part to dry weather and modifications to the site's stormwater management system. With minimal rainfall and changes in the amount and location of stormwater infiltration, the amount of recharge has been greatly reduced. This has in turn greatly reduced the measure of water available for the groundwater interception system to capture. The full measure of the water named in the permit has not been available for use over the last several years. Given these limitations, some period of time is required to determine the effect on the area's recharge and the water available for capture and remediation.

Because recharge conditions are changing at the site, ENVIRON, on behalf of NERT, asks for an extension of time before filing for proof of beneficial use. This will allow continued capture of the groundwater for remedial purposes, as directed by NDEP. Through the next year, we will continue to monitor the volume of water available for remediation at the site. Enclosed please find copies of the original permits, an Application for Extension of Time for filing the Proof of Beneficial Use for permits 50801 and 51083, as well as a check in the amount of \$240 to cover the filing fees.

Should you have any questions concerning this correspondence, please contact Kimberly Kuwabara at (510) 420-2525 or kkuwabara@environcorp.com. Thank you.

Yours sincerely,

Kribelej Kuwabara

Kimberly Kuwabara, MS Senior Manager Nevada CEM 2353, exp. 3/20/2015

ec. Greg Lovato, Bureau of Corrective Actions, NDEP
James Dotchin, Bureau of Corrective Actions, NDEP
Weiquan Dong, Bureau of Corrective Actions, NDEP
Nevada Environmental Response Trust
Tanya O'Neill, Foley and Lardner LLP
Todd Webster, Envirogen Technologies, Inc.
Michael Delvecchio, Envirogen Technologies, Inc.
Allan J. DeLorme, ENVIRON International Corporation
John Pekala, ENVIRON International Corporation

Enclosures

BEFORE THE STATE ENGINEER OF THE STATE OF NEVADA

APPLICATION FOR EXTENSION OF TIME

| Owner of Record | Nevada Environmental Response Trust (NERT) | | | | |
|---|--|-----------------|-----------------|-------------------------------|--|
| IN TH | IE MATTER OF PERMIT NO. 50801 FILED T | O APPROP | RIATE/CHAì | NGE THE WAT | TERS OF |
| underground source | ces from the Las Vegas Valley basin | | | | |
| | (Name of stream, lake, spring, ur | nderground o | r other source) | | |
| THIS APPLICATI | ION IS RESPECTFULLY SUBMITTED. | | | | |
| Comes now | Kimberly Kuwabara, CEM, ENVIRON | | , the | Agent | |
| who after being du the permit terms: | ly sworn and answering to the best of their knowledge the | following q | uestions in co | Permittee or Ampliance with t | 8 |
| 1. Does this permi | it have multiple owners? Yes V No | (Check the | appropriate b | ox) | |
| Yes | stion 1 is checked, is this request for an extension of time and the state of the s | | n behalf of all | the owners? | |
| | ronmental Response Trust (NERT) | | | | |
| 4. How much time | e is needed to construct the works of diversion or place the | water to be | neficial use? | 5 years | The strength control to the strength of the st |
| 5. What is the expe | enditure on the project under this permit? Last year? \$ | 50,000 | - | Total to date? | \$500,000 |
| 6. The permittee re | equests an extension of time for 1 year (Not to exceed 1 year) | | nin which to co | omply with the | provisions for filing the |
| Proof of beneficial | | | | | |
| | (Proof of completion of work and | l/or Proof of I | beneficial use) | | |
| back. Use addition | ess made during the last year and explain in detail why this nal pages if necessary): oundwater has not been available for use in groundwater re | | | of time is being | submitted (See instructions on |
| State of Nevada G | meda | Signed | | | abata_ ee or Agent ess or PO Box |
| | orn to before me on 12/5/13 | | Emeryville, | | e, ZIP Code |
| by Mif S. C | Michael S. Ohda | Phone | (510) 420-25 | • | |
| · | | E-mail | kkuwabara@ | environcorp.co | m |
| mil & of | | | | L S. OHDA n # 1890148 | 1 |

Notary Public - California

Alameda County
My Comm. Expires May 18, 2014

Required \$120 FILING FEE MUST ACCOMPANY THIS APPLICATION FOR EXTENSION OF TIME A SEPARATE APPLICATION MUST BE FILED FOR EACH PERMIT

Signature of Notary Public Required

BEFORE THE STATE ENGINEER OF THE STATE OF NEVADA

APPLICATION FOR EXTENSION OF TIME

| Owner of Record | Nevada Environmental Response Trust (NERT) | | |
|---------------------|--|-------------------------------|---|
| IN TH | E MATTER OF PERMIT NO. 51083 FILEI | TO APPROPRIATE/CI | HANGE THE WATERS OF |
| underground sourc | es from the Las Vegas Valley basin | | |
| | (Name of stream, lake, spring | , underground or other source | ce) |
| THIS APPLICATI | ON IS RESPECTFULLY SUBMITTED. | | |
| Comes now | Kimberly Kuwabara, CEM, ENVIRON | , the | Agent |
| who after being du | y sworn and answering to the best of their knowledge | he following questions in | Permittee or Agent a compliance with the requirements as set forth in |
| 1. Does this permi | have multiple owners? Yes Vo | (Check the appropriat | te box) |
| 2. If "Yes" on ques | tion 1 is checked, is this request for an extension of tin No (Check the appropriate box) | ne submitted on behalf of | all the owners? |
| 3. If "No" on quest | ion 2 is checked, on whose behalf is this extension being | ng filed? | |
| Nevada Envir | onmental Response Trust (NERT) | | |
| 4. How much time | is needed to construct the works of diversion or place | he water to beneficial use | e? 5 years |
| 5. What is the expe | enditure on the project under this permit? Last year? | \$50,000 | Total to date? \$500,000 |
| 6. The permittee re | quests an extension of time for 1 year | | o comply with the provisions for filing the |
| Proof of beneficial | (Not to exceed 1 y | rear) | |
| Troof of Senerician | (Proof of completion of work | and/or Proof of beneficial us | e) |
| back. Use addition | ss made during the last year and explain in detail why tall pages if necessary): bundwater has not been available for use in groundwate | | on of time is being submitted (See instructions on |
| State of Nevada Co | | Signed Zuil Address 2200 Pow | Permittee or Agent vell St., Suite 700 Street Address or PO Box |
| Subscribed and swo | rn to before me on 12[5]13 | Emeryvil | le, CA 94608 |
| by Milf s. | of Michael S. Ohda | Phone (510) 420 | City, State, ZIP Code |
| | | E-mail kkuwabar | ra@environcorp.com |
| My b. 02 Sign | ature of Notary Public Required | Nota | MICHAEL S. OHDA nmission # 1890148 ary Public - California Alameda County |

APPLICATION FOR PERMIT

TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA

| Date of filing in State Engineer's Office | APR | <u>.</u> | โมชไ | |
|---|----------------|---------------------------------------|-------------|--|
| Returned to applicant for correction | JUII | 1 | <u>1987</u> | |
| Corrected application filed | | .2.Q. | .1927. | |
| Map filed | JUL | 7 | /ەك: | |
| | === | | | |
| Lake Wend Dr. D. O. C. | .Chemic | :11 | Cor | poration |
| Nevada 9901s | ************ | · · · · · · · • | of | |
| Material Zip Cods Nu. | , heret | y ma | ke1 | application for permission to appropriate the publi |
| tion: if a consumerable on accounting | stated, (1 | (app | licunt | is a corporation, give date and place of incorpora |
| Corporation was too accome | mes of me | emb e | rs.) | Kerr-McGee Chemical |
| : | ad.u.gu | J.K | l:1 | 1970 in Delaware. |
| 1. The source of the proposed appropriation | n is | nde: | rano | U.D.C. W.A.C.C.C. |
| | | | | if sizeam, labe, spring, underground of other wurce |
| 2. The amount of water applied for isOr | ie/hal | f | ••••• | M equals 448.83 gals, per inin, |
| (a) If stored in reservoir give number of a | icre-leet | | | of equals 448.63 gals, per imin. |
| 3. The water to be used for Other co | LV.I.FORI | uen t | :a1 | CONTROL purposes |
| 4. If use is for: | m. 4.4t1, m, | ·******** | 1444f4-(1 | uffing, domestic, or inher use. Must limit to one use, |
| (a) Irrigation, state number of acres to be | irrigated | · · · · · · · · · · · · · · · · · · · | •••••• | |
| | | | | ed |
| | | | | . No. 12 |
| (d) Power: | | | | |
| (1) Horsepower developed | | ···· | ••••• | |
| (2) Point of return of water to stream. | ••• | | | |
| 5. The water is to be diverted from inclination | or Period | thir Coun | i th | e KXNW 1/4 of SF 1/4 of Section |
| 12. T225 B62E U D N No werey, and by course and distance to a section curner. | ikaqa— | | ******** | Describe as being within a 40-acre subdivision of public |
| | | ry . d la: | | wold be so stated. |
| 6. Place of use N 1/2 of SE 1/4 c | f Sec | tion | 1.2 | T22S, R62E, M.D.M., Nevada |
| | Man Indies | ·***. [] | | serged land, it should be so stated. |
| | ••••• | • | ······ | |
| | | | | •••••• |
| | ••••• | | ••••• | |
| 7. Use will begin about. January 1 Month and Day | and cad | abou | uD€ | comber 31 |
| 8. Description of proposed works. (Under the | | | | |
| specifications of your diversion or storage we | orks.) 3 | to. | 12 w | ells numning through sines |
| | | | | |
| facility. Ind. thonce to a ground the attached supporting map. 9. Estimated cost of works. | *ecise 3500 | loc o oc | iāti m | on of the wells is shown on |

| ······································ | | | | | |
|---|---|--|--|--|--|
| Estimated time required to complete the application of water to beneficial use. | 8 months | | | | |
| Remarks: For use other than irrigation or stock watering, state number and type of units to be served or annual consumptive use. | | | | | |
| As required by Nevada Division of Enviornment sent Order dated 9-8-87, water will be piped contaminants and improve water quality. It is the source strata at a site close to and down works. Rate of extraction and recharge will and will not exceed 200 gpm. | to a facility to remove willthenhereturned. to agradient of the intake .heapproximately120. gp | | | | |
| | Corbett /P. S. Corbe | | | | |
| ByKerrade Lake Me | GeeChemicalCorporation and Dr., Henderson, NV 89 | | | | |
| pared_jm/SCpm/bc | | | | | |
| sted. | | | | | |
| | | | | | |
| APPROVAL OF STATE ENGINE | EER | | | | |
| This is to certify that I have examined the foregoing application, and do her | | | | | |
| these measuring device placed on the outlet of the tribese measurements shall be submitted on an annual basis this right must allow for a reasonable lowering of the littee's well due to other ground-water development in equipped with a 2-inch opening for measuring depth to waing, a valve must be installed and maintained to prevening the right to regulate the use of water granted here | s. It is also understood e static water level at the area. The well shall ater. If the well is at waste. The State | | | | |
| This permit is issued as a non-consumptive use. This Permit does not extend the permittee the right of it, private or corporate lands. The issuance of this permit does not waive the require er obtain other permits from State, Federal and local | f ingress and egress on ements that the permit agencies. | | | | |
| This Permit does not extend the permittee the right of ic, private or corporate lands. The issuance of this permit does not valve the require er obtain other permits from State, Federal and local amount of water to be appropriated shall be limited to the amount which can | f ingress and egress on ements that the permit agencies. | | | | |
| This Permit does not extend the permittee the right of ic, private or corporate lands. The issuance of this permit does not valve the require er obtain other permits from State, Federal and local a | f ingress and egress on ements that the permit agencies. | | | | |
| This Permit does not extend the permittee the right of ic, private or corporate lands. The issuance of this permit does not waive the require er obtain other permits from State, Federal and local amount of water to be appropriated shall be limited to the amount which car exceed. O.5 | f ingress and egress on ements that the permit agencies. | | | | |
| This Permit does not extend the permittee the right of ic, private or corporate lands. The issuance of this permit does not waive the require er obtain other permits from State, Federal and local amount of water to be appropriated shall be limited to the amount which can exceed. O.5 | E ingress and egress on ements that the permit agencies. In the applied to beneficial use, and November 13, 1988 | | | | |
| This Permit does not extend the permittee the right of ic, private or corporate lands. The issuance of this permit does not waive the require er obtain other permits from State, Federal and local amount of water to be appropriated shall be limited to the amount which can exceed. O.5 | E ingress and egress on ements that the permit agencies. In the applied to beneficial use, and the applied to be | | | | |
| This Permit does not extend the permittee the right of ic, private or corporate lands. The issuance of this permit does not valve the require er obtain other permits from State, Federal and local a mount of water to be appropriated shall be limited to the amount which can exceed. O.5 | November 13, 1988 November 13, 1988 | | | | |
| This Permit does not extend the permittee the right of ic, private or corporate lands. The issuance of this permit does not valve the require er obtain other permits from State, Federal and local a mount of water to be appropriated shall be limited to the amount which can exceed | November 13, 1988 November 13, 1988 November 13, 1993 | | | | |
| This Permit does not extend the permittee the right of ic, private or corporate lands. The issuance of this permit does not valve the require er obtain other permits from State, Federal and local a mount of water to be appropriated shall be limited to the amount which can exceed | November 13, 1988 December 13, 1993 December 13, 1993 | | | | |
| This Permit does not extend the permittee the right of ic, private or corporate lands. The issuance of this permit does not waive the require er obtain other permits from State, Federal and local a mount of water to be appropriated shall be limited to the amount which can exceed. O.5 | nements that the permit agencies. In be applied to beneficial use, and November 13, 1988 December 13, 1988 November 13, 1993 December 13, 1993 N/A PETER C. MORROS | | | | |
| This Permit does not extend the permittee the right of ic, private or corporate lands. The issuance of this permit does not waive the require er obtain other permits from State, Federal and local amount of water to be appropriated shall be limited to the amount which can exceed. O.5 | November 13, 1988 December 13, 1988 November 13, 1993 November 13, 1993 December 13, 1993 November 13, 1993 December 13, 1993 November 13, 1993 | | | | |

APPLICATION FOR PERMIT

TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA

| _ | eer's Office JUN 3 0 1987 |
|---|---|
| Correction application fleet | rrection |
| Map filed | JUL 7 1987 under 50801 |
| | |
| The applicant Ko | err-McGee Chemical Corporation |
| Lake Mead Dr., | P. O. Box SS Ilenderson |
| Nevada 89015 | hereby make application for permission to appropriate the public |
| waters of the State of Nevad | a, as hereinafter stated. (If applicant is a corporation, give date and place of incorpora- |
| | sociation, give names of members.). Kerr-McGee Chemical Corporation |
| | ed August 14, 1970 in Delaware. |
| | |
| 1. The source of the propos | sed appropriation is |
| *************************************** | |
| 2. The amount of water app | lied for is_One/half One second-foot equals 418 #3 gain, per man |
| (a) If stored in reservoir | give number of acre-feet. |
| | Other environmental control purposes Irrigation, power, manage manufacturing domestic or other use. Most limit to one use. |
| 4. If use is for: | manufacturing domestic, or other wise. Must limit to one use. |
| (a) Irrigation, state numb | er of acres to be irrigated: |
| | ber and kinds of animals to be watered: |
| | lly under "No. 12. Remarks"s.c.cNo12 |
| . (d) Power: | |
| (1) Horsepawer deve | :loped |
| | |
| | water to stream. |
| of SE 1/1 - C C | I from its source at the following point: At 3 points within the NF 1/ |
| meyey, and by course and distance | CLION 12. T225, R6.2E. M.D.M. Nevada |
| . Place of use N 1/2 | of SE 1/4 of Section 12, T225, R62E, M.D.M., Nevada |
| | we write as recommend it on quantered land, it should be so stated, |
| | |
| | |
| | |
| Use will be begin about | January 1 and end about December 31 of each year. |
| | orks. (Under the provisions of NRS 535.010 you may be required to submit plans and /1 to 5 wells pumping through pipes to |
| and thence to a | groundwater Water quality improvement facility. |
| | valso by nipes. The precise location of the wells |
| Estimated cost of works | \$5.00.000 |

| 10. | Estimated time required to construct works 6 MOAThs |
|--|--|
| | |
| | Estimated time required to complete the application of water to beneficial use 8 months |
| 12. | Remarks: For use other than irrigation or stock watering, state number and type of units to be served or annual consumptive use. |
| | As required by Nevada Division of Environmental Protection in a |
| | Consent Order dated 9-8-87, water will be piped to a facility to |
| | returned to the source strata at a lite close to the downgradient of the intake works. Rate of extraction and recharge will be approximately 120 gpm and will not exceed 200 gpm. S/P S Corbett |
| Com | By <u>/P. S. Corbett</u> Kerr-McGee Chemical Corporation Lake Mead Dr., Henderson, NV 8901 |
| | 3901: |
| 1100 | sted |
| | APPROVAL OF STATE ENGINEER |
| lollow | This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the ring limitations and conditions: |
| plan of cl chac perm: be ed flowi retai publi holde | ronmental Protection, and the right will cease to exist when the Order is fully lied with. A totalizing meter must be installed to the inlet of the treatment that and a measuring device placed on the outlet of the treatment plant and records have measurements shall be submitted on an annual basis. It is also understood this right must allow for a reasonable lowering of the static water level at ittee's well due to other ground-water development in the area. The well shall supped with a 2-inch opening for measuring depth to water. If the well is large, a valve must be installed and maintained to prevent waste. The State inside the right to regulate the use of water granted herein at any and all times. This permit is issued as a non-consumptive use. This Permit does not extend the permittee the right of ingress and egress on it.e., private or corporate lands. The issuance of this permit does not waive the requirements that the permit is obtain other permits from State, Federal and local agencies. However to be appropriated shall be limited to the amount which can be applied to beneficial use, and exceed the permit to the amount which can be applied to beneficial use, and exceed the permit to the amount which can be applied to beneficial use, and the exceed the permit to the amount which can be applied to beneficial use, and the exceed the permit to the amount which can be applied to beneficial use, and the permit to the amount which can be applied to beneficial use, and the permit to the amount which can be applied to beneficial use, and the permit to the amount which can be applied to beneficial use, and the permit to the amount which can be applied to beneficial use, and the permit to the permit to the amount which can be applied to beneficial use, and the permit to the perm |
| 10t 10 e | cubic feet per second |
| Vork = | aust be prosecuted with reasonable diligence and be completed on or before |
| | f completion of work shall be filed before |
| pplica | tion of water to beneficial use shall be filed on or before |
| rool of | the application of water to beneficial use shall be filed on or before |
| (ap in | support of proof of beneficial use shall be filed on or before |
| | On of work filed |
| ool ol | my office, this 13ch day of November |
| ultur <u>ai</u> | map filed |
| rifcan | NoIssued |
| 1 | 218 (Rev.) |

ENVIRON INTERNATIONAL CORPORATION

2200 POWELL ST STE 700
EMERYVILLE, CA 94608-1877

DATE /2/5//3

PAY
TO THE ORDER OF Walk Resurces

PAY
TO THE ORDER OF Walk Resurces

S 240. as
DOLLARS

WELLS
Vells Fargo Bank N.A.
California
vells fargo.com

FOR

II 0000000 13333 II 1: 12104 288 21: 8940328068 II