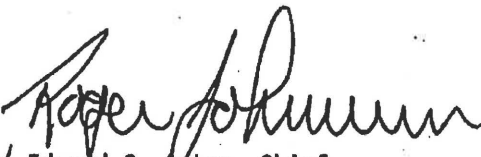


EXHIBIT 10

STATEMENT FOR FILES

AN EXCEPTION FROM THE LEGAL EFFECTS OF STATE WATER BOARD DECLARATION OF FULLY APPROPRIATED STREAM SYSTEMS PURSUANT TO ORDER WR 91-07, SECTION 5.1

I hereby approve an exception to Board Orders WR 89-25 and WR 91-07 pursuant to Section 5.1 of Board Order WR 91-07 as it pertains to an application by G. Scott Fahey to appropriate water from two springs in the Tuolumne River water system in Tuolumne County. This exception is subject to a Water Exchange Agreement, executed on December 12, 1992, with the Modesto Irrigation District and the Turlock Irrigation District. The Agreement will make up for any water right deficiency identified in Board Decisions 995 and 1594, in the above declarations, that specify water is not available for appropriation in the watershed upstream from Sacramento-San Joaquin Delta and the Tuolumne River during the period from June 15 to October 31 of each year.

for 
Edward C. Anton, Chief
Division of Water Rights

Dated: 1-15-93