



October 4, 2011

Penny Woods
Bureau of Land Management
1340 Financial Boulevard
P.O. Box 12000
Reno, Nevada 89502

REC'D - BLM - NSO
8:00 OCT 11 2011
A.M.

Dear Ms. Woods,

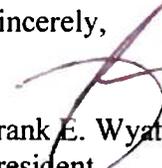
As President of Pinnacle Homes, I appreciate this opportunity to support the Bureau of Land Management's proposed action as the preferred alternative for the groundwater project. We feel that the Southern Nevada Water Authority should be granted rights-of-way in order to utilize the water resources in all six basins in its Groundwater Development Project.

Our industry involves large investments in land and infrastructure. The time frame for development projects can involve long lead times for entitlements in addition to the actual construction process. Those types of investments would be at a severe risk and difficult to justify if a sustained water supply for future orderly growth was not assured. Obtaining financing for larger projects with longer time lines will become very costly if not impossible due to the perceived risks that financial institutions will have. Our industry is not unique in this aspect, as any large company considering a large investment in southern Nevada will be concerned with the future of our area and its growth potential, thus a major factor in their decision making process.

Currently, southern Nevada depends on the Colorado River for almost all of its drinking-water needs. As drought conditions continue to impact Colorado River snow pack and water flows, it is imperative that local water managers diversify the community's water resource options. Having a diverse selection of available water supplies will provide greater protection from future drought, and unknown implications from expected climate variation. The project will allow current and future resources to be more responsibly managed.

The prospect of securing a reliable water supply for an area in need, from an area where water is available should not be seen as controversial, it is simply a matter of an unused resource being put to beneficial use. For that reason, we fully support the Southern Nevada Water Authority's applications for rights-of-way.

Sincerely,



Frank E. Wyatt
President
Pinnacle Homes Inc.