STATE OF OREGON

COUNTY OF DESCHUTES

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

CENTRAL OREGON IRRIGATION DISTRICT P.O. BOX 548 REDMOND OREGON 97756

confirms the right to use the waters of DESCHUTES RIVER, a tributary of COLUMBIA RIVER, for DEVELOPMENT OF 9804 THEORETICAL HORSEPOWER at the Central Oregon Siphon hydroelectric project.

This right was perfected under Permit 50232. The date of priority is SEPTEMBER 24, 1981. This right is limited to 640 CUBIC FEET PER SECOND or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

1580 FEET SOUTH AND 960 FEET WEST FROM THE NORTH 1/4 CORNER, SECTION 13, BEING WITHIN THE SW 1/4 NE 1/4, SECTION 13, T 18 S, R 11 E, W.M.

The use shall conform to such reasonable rotation system as may be ordered by the proper state officer.

A description of the place of use to which this right is appurtenant is as follows:

SW 1/4 NE 1/4
SECTION 7
TOWNSHIP 18 SOUTH, RANGE 12 EAST, W.M.

This right is inferior and subsequent in time to any appropriation of water from this source which may be made for any beneficial consumptive use, or for storage for such purposes.

The Water User shall comply with the Order of the Water Resources Commission dated November 18, 1987, Special Order Record, volume 41, pages 603-611 and by reference made a part of this certificate.

The Water User shall, during the operational life of the project, perform or allow the Water Resources Department to perform, any test or studies required by the Department to evaluate the effectiveness of measures for the protection of fish.

The Water User must remain qualified as a municipal applicant under ORS 537.285 and 537.287. If the Water User proposes to generate hydroelectric power jointly with a non-municipal entity, any agreement between the Water User and the non-municipal entity, or proposed changes to such agreements, must be reviewed by the Water Resources Director to determine if the Water User remains qualified as a municipal applicant.

The water right may not be assigned to any non-municipal entity so as to result in a loss of ownership of the certificate by the municipal corporation or district.

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The right to the use of the water for the above purpose is restricted to beneficial use on the lands or place of use described. The use confirmed herein may be made only at times when sufficient water is available to satisfy all prior rights, including rights for maintaining instream flows.

WITNESS the signature of the Water Resources Director, affixed FEBRUARY 12, 1991.

/s/ WILLIAM H. YOUNG

William H. Young

Recorded in State Record of Water Right Certificates numbered 65215.

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