STATE OF OREGON

COUNTY OF MARION

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

CITY OF SCOTTS MILLS P.O. BOX C SCOTTS MILLS, OREGON 97375

confirms the right to use the waters of WELL 2 in the BUTTE CREEK BASIN for the purpose of MUNICIPAL USE.

This right has been perfected under Permit G-9944. The date of priority is NOVEMBER 18, 1982. This right is limited to 0.22 CUBIC FOOT PER SECOND or its equivalent in case of rotation, measured at the well.

The well is located as follows:

NW 1/4 NE 1/4, SECTION 22, T 6 S, R 1 E, W.M.; 900 FEET SOUTH AND 2120 FEET WEST FROM THE NE CORNER OF SECTION 22.

This right shall conform to any reasonable rotation system ordered by the proper state officer.

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

SW 1/4 SE 1/4 SE 1/4 SE 1/4 SECTION 15

NE 1/4 NE 1/4 NW 1/4 NE 1/4 SW 1/4 NE 1/4 SE 1/4 NE 1/4 NE 1/4 NW 1/4 SECTION 22

TOWNSHIP 6 SOUTH, RANGE 1 EAST, W.M.

The right to use water for the above purpose is restricted to beneficial use on the lands or place of use described.

WITNESS the signature of the Water Resources Director, affixed JUNE 21, 1991.

/s/ WILLIAM H. YOUNG

William H. Young

Recorded in State Record of Water Right Certificates numbered 66080.

G-10839