STATE OF OREGON

COUNTY OF MARION

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

HOLLIS D. AND GEORGIA L. WATSON 8845 59TH NE SALEM, OREGON 97305

This Certificate confirms the right to use the waters perfected under the terms of the Permit. The amount of water to which this right is entitled is limited to an amount actually beneficially used and shall not exceed the amount described, or its equivalent in case of rotation, measured at the point of diversion from the source. The specific limits and conditions of this right are listed below.

APPLICATION FILE NUMBER: G-14891

PERMIT NUMBER: G-13707

SOURCE OF WATER: WELLS A AND B IN SOUTH JAMES DITCH BASIN

PURPOSE OR USE: NURSERY OPERATIONS ON 8.02 ACRES

MAXIMUM RATE: 0.225 CUBIC FOOT PER SECOND

PERIOD OF USE: YEAR ROUND

DATE OF PRIORITY: DECEMBER 28, 1998

POINT OF APPROPRIATION LOCATION:

WELL A - SE 1/4 NW 1/4, AS PROJECTED WITHIN H. SMITH DLC 66, SECTION 16, TOWNSHIP 6 SOUTH, RANGE 2 WEST, W.M. 7 2319 FEET SOUTH AND 1710 FEET EAST FROM NW CORNER, SECTION 16, AND THE UNION TOWNSHIP 6 SOUTH AND 1710 FEET EAST

WELL B - SE 1/4 NW 1/4, AS PROJECTED WITHIN H. SMITH DLC 66, SECTION 16, TOWNSHIP 6 SOUTH, RANGE 2 WEST, W.M. 210 FEET SOUTH AND 1920 FEET EAST FROM NW CORNER, SECTION 16.

This is a final order in other than contested case. This order is subject to judicial review under ORS 183.484. Any petition for judicial review of the order must be filed within the 60 days of the date of service.

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PHONE: (503) 393-9452

The amount of water used for NURSERY OPERATIONS is limited to a diversion of 0.15 cubic foot per second per acre. For the irrigation of containerized nursery plants, the amount of water diverted is limited to ONE-FORTIETH of one cubic foot per second (or its equivalent) and 5.0 acre feet per acre per year. For the irrigation of in ground nursery plants the amount of water diverted is limited to ONE-EIGHTIETH of one cubic foot per second (or its equivalent) and 2.5 acre feet per acre per year. The use of water for NURSERY OPERATIONS may be made at anytime, during the period of allowed use specified above, that the use is beneficial. For the irrigation of any other crop, the amount of water diverted is limited to ONE-EIGHTIETH of one cubic foot per second (or its equivalent) and 2.5 acre feet per acre during the irrigation season of each year.

THE PLACE OF USE IS LOCATED AS FOLLOWS:

SW 1/4 NW 1/4 0.35 ACRE
SE 1/4 NW 1/4 7.67 ACRES
BOTH AS PROJECTED WITHIN H. SMITH DLC 66
SECTION 16
TOWNSHIP 6 SOUTH, RANGE 2 WEST, W.M.

Measurement, recording and reporting conditions:

- A. The water user shall install a meter or other suitable measuring device as approved by the Director. The water user shall maintain the meter or measuring device in good working order.
- B. The water user shall allow the watermaster access to the meter or measuring device; provided however, where the meter or measuring device is located within a private structure, the watermaster shall request access upon reasonable notice.
- C. The Director may require the water user to keep and maintain a record of the amount (volume) of water used and may require the water user to report water use on a periodic schedule as established by the Director. In addition, the Director may require the water user to report general water use information, the periods of water use and the place and nature of use of water under the right. The Director may provide an opportunity for the water user to some talternative reporting procedures for review and approval.

If substantial interference with a senior water right occurs due to withdrawal of water from any well listed on this right, then use of water from the well(s) shall be discontinued or reduced and/or the schedule of withdrawal shall be regulated until or unless the Department approves or implements an alternative administrative action to mitigate the interference. The Department encourages junior and senior appropriators to jointly develop plans to mitigate interferences.

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The water user shall submit seven consecutive annual reports of static water level measurements. The static water level shall be measured in the month of March. Reports shall be submitted to the Department within 30 days of measurement. Based on an analysis of the data collected, the Director may require that the user obtain and report additional annual static water level measurements beyond the seven year minimum reporting period. additional measurements may be required in a different month. measurement requirement is stopped, the Director may restart it at any time.

All measurements shall be made by a Certified Water Rights Examiner, Registered Professional Geologist, Registered Professional licensed well constructor or pump installer licensed by the Construction Contractors Board and be submitted to the Department on forms provided by the Department. The Department requires the individual performing the measurement to:

- (A) Identify each well with its associated measurement; and
- (B) Measure and report water levels to the nearest tenth of a foot as depth-to-water below ground surface; and
- (C) Specify the method used to obtain each well measurement; and
- (D) Certify the accuracy of all measurements and calculations submitted to the Department.

The initial water level in Wells to which subsequent water levels will be referenced is 30.0 feet below land surface in Well A and 29.0 feet below land surface in Well B.

The water user shall discontinue use of, or reduce the rate or volume of withdrawal from, the well(s) if annual water level measurements reveal any of the following events:

- (A) An average water level decline of three or more feet per year for five consecutive years; or
- (B)
- (C)
- A water level decline of 25 or more feet; or Hydraulic interference leading to a decline of 25 or more feet in any neighboring well with *senior priority. (D)

The period of non or restricted use small continue until the annual water level rises above the decline level which triggered the action or until the

Department determines, based on the water user's and/or the Department's data and analysis, that no action is necessary because the aguifer in question can sustain the observed declines without adversely impacting the resource or senior water rights. The water user shall in no instance allow excessive decline, as defined in Commission rules, to occur within the

aquifer as a result of use under this right. If more than one well is involved, the water user may submit an alternative measurement and reporting plan for review and approval by the Department.

STANDARD CONDITIONS

The wells shall be maintained in accordance with the General Standards for the Construction and Maintenance of Water Wells in Oregon.

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

The Director may require water level or pump test results every ten years thereafter.

Failure to comply with any of the provisions of this right may result in action including, but not limited to, restrictions on the use, civil penalties, or cancellation of the right.

This right is for the beneficial use of water without waste. The water user is advised that new regulations may require the use of best practical technologies or conservation practices to achieve this end.

By law, the land use associated with this water use must be in compliance with statewide land-use goals and any local acknowledged land-use plan.

The use of water shall be limited when it interferes with any prior surface or ground water rights.

The Director finds the use of water described by this right, as conditioned, will not impair or be detrimental to the public interest.

Issued July 22, 2004.

Phillip C. Ward, Acting Directo

Water Resources Department

Recorded in State Record of Water Right Certificates Number 80838

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