This is a final order in other than a contested case. This order is subject to judicial review under ORS 183.484. Any petition for judicial review must be filed within the 60 day time period specified by ORS 183.484(2). Pursuant to ORS 536.075 and OAR 137-004-0080 you may either petition for judicial review or petition the Director for reconsideration of this order. A petition for reconsideration may be granted or denied by the Director, and if no action is taken within 60 days following the date the petition was filed, the petition shall be deemed denied.

In addition, under ORS 537.260 any person with an application, permit or water right certificate subsequent in priority may jointly or severally contest the issuance of the certificate at any time before it has issued, and after the time has expired for the completion of the appropriation under the permit, or within three months after issuance of the certificate.

STATE OF OREGON

COUNTY OF CROOK

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

RED ROCK, LLC 385 1ST ST., STE 215 LAKE OSWEGO, OR 97034

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-14365

PERMIT NUMBER: G-13237

SOURCE OF WATER: 2 WELLS LOCATED IN CROOKED RIVER BASIN

PURPOSE OR USE: IRRIGATION OF 224.2 ACRES

MAXIMUM RATE ALLOWED: 2.80 CUBIC FOOT PER SECOND BEING 2.50 CFS FROM

The training the same

WELL 2E, AND 0.30 CFS FROM WELL 4E.

PERIOD OF USE: MARCH 1 THROUGH OCTOBER 31

DATE OF PRIORITY: AUGUST 9, 1996

G-14365.RA

Certificate Number 82659

THE POINTS OF APPROPRIATION ARE LOCATED AS FOLLOWS: SE 1/4 NW 1/4, and SW 1/2 SE 1/4, SECTION 34 TOWNSHIP 14 SOUTH, RANGE 14 EAST, W.M.; WELL 2E - 2140 FEET SOUTH & 1900 FEET EAST, FROM NW CORNER OF SECTION 34; WELL 4E - 620 FEET NORTH & 2810 FEET EAST FROM SW CORNER OF SECTION 34.

The amount of water used for irrigation under this right, together with the amount secured under any other right existing for the same lands, is limited to a diversion of ONE-EIGHTIETH one cubic foot per second (or its equivalent) and 3.0 acre-feet for each acre irrigated during the irrigation season of each year.

THE PLACE OF USE IS LOCATED AS FOLLOWS:

WELL 2E

NE ¼ NE ¼	35.3	ACRES						
NW ¼ NE ¼	1.5	ACRES	SW	14	NE	14	32.0	ACRES
SW ¼ NE ¼	1.6	ACRES	SE	14	NE	14	8.5	ACRES
SE ¼ NE ¼	35.8	ACRES	NE	14	NW	14	0.2	ACRE
NE ¼ SE ¼	1.4	ACRES	NW	14	NW	14	33.0	ACRES
SECTION 33			SW	14	NW	14	34.2	ACRES
			SE	1/4	NW	14	2.1	ACRES
			. NW	14	SW	14	1.2	ACRES
			NE	14	SE	14	2.3	ACRES
			NW	14	SE	14	11.2	ACRES
		SECTION 34						

Well 4E
SW ¼ SE ¼ 22.2 ACRES
SE ¼ SE ¼ 1.7 ACRES
SECTION 34

TOWNSHIP 14 SOUTH, RANGE 14 EAST, W.M.

Measurement, recording and reporting conditions:

- A. The water user shall maintain the meter or measuring device in good working order, shall keep a complete record of the amount of water used each month and shall submit a report which includes the recorded water use measurements to the Department annually or more frequently as may be required by the Director. Further, the Director may require the water user to report general water use information, including the place and nature of use of water under the right.
- 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.

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The reference level against which future annual measurement will be compared is 266 feet below ground surface (bgs) for Well 2E and 265 bgs for Well 4E.

The Director may require the water user to obtain additional measurements. The additional measurements may be required in a different month. If the 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 engineer, 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 water user shall discontinue use of, or reduce the rate or volume of withdrawal from, the well 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) A water level decline of 15 or more feet in fewer than five consecutive years; or
- (C) A water level decline of 25 or more feet; or
- (D) Hydraulic interference leading to a decline of 25 or more feet in any neighboring well with senior priority.

The period of non or restricted use shall continue until the annual water level rises above the decline level which triggered the action or until the Department determines, based on the water users and/or the Department's data and analysis, that no action is necessary because the aquifer 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 certificate. 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.

Use of water under authority of this right may be regulated if analysis of data available discloses that the appropriation will measurably reduce the surface water flows necessary to maintain the free-flowing character of a scenic waterway in quantities necessary for recreation, fish and wildlife in effect as of the priority date of the right or as those quantities may be subsequently reduced.

If substantial interference with a senior water right occurs due to withdrawal of water from any well listed on this certificate, 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.

The wells shall be maintained in accordance with the General Standards for the Construction and Maintenance of Water Wells in Oregon and shall be equipped with a usable access port, and may also include an air line and pressure gauge adequate to determine water level elevation in the well at all times.

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

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.

The right to the use of the water for the above purpose is restricted to beneficial use without waste on the lands or place of use described. 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.

SEP **2 0 2006**

Issued

Hhillip C. Ward, Director Water Resources Department

Recorded in State Record of Water Right Certificates Number 82659. G-14365.RA