

STATE OF OREGON
 COUNTY OF YAMHILL
 CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

KNUDSEN VINEYARDS
 PO BOX 280
 DUNDEE OR 97115

confirms the right to use the waters A RESERVOIR, ORIGINALLY CONSTRUCTED UNDER PERMIT R-11455 AND ENLARGED UNDER PERMIT R-13491, TRIBUTARY OF HESS CREEK, for IRRIGATION of 2.27 ACRES AND SUPPLEMENTAL IRRIGATION 123.91 ACRES.

This right was perfected under Permit S-53871. The date of priority is JULY 23, 2001. The amount of water to which this right is entitled is limited to an amount actually used beneficially, and shall not exceed 12.2 ACRE FEET FROM KNUDSEN POND #2 or its equivalent in case of rotation, measured at the point of diversion.

The point of diversion is located as follows:

Twp	Rng	Mer	Sec	Q-Q	DLC	Measured Distances
3 S	3 W	WM	33	NW NE	55	176 FEET SOUTH & 1647 FEET WEST FROM NE CORNER, SECTION 33

The amount of water used for irrigation, together with the amount secured under any other right existing for the same lands, is limited to a diversion of ONE-EIGHTIETH of one cubic foot per second, or its equivalent for each acre irrigated, and shall be further limited to a diversion of not to exceed 2.5 acre-feet per acre for each acre irrigated during the irrigation season of each year.

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

IRRIGATION							
Twp	Rng	Mer	Sec	Q-Q	GLot	DLC	Acres
3 S	3 W	WM	28	SW NE			0.09
3 S	3 W	WM	28	SW NW			0.70
3 S	3 W	WM	28	SW SE		55	1.36
3 S	3 W	WM	28	NW NE		55	0.12

NOTICE OF RIGHT TO PETITION FOR RECONSIDERATION OR JUDICIAL REVIEW

This is an 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.

SUPPLEMENTAL IRRIGATION							
Twp	Rng	Mer	Sec	Q-Q	GLot	DLC	Acres
3 S	3 W	WM	28	SW NE			28.67
3 S	3 W	WM	28	SW NW			4.55
3 S	3 W	WM	28	SE NW			29.57
3 S	3 W	WM	28	NE SW			19.14
3 S	3 W	WM	28	SE SW	3		1.37
3 S	3 W	WM	28	SE SW		55	0.56
3 S	3 W	WM	28	NE SE			0.15
3 S	3 W	WM	28	NW SE			20.23
3 S	3 W	WM	28	SW SE	2		1.59
3 S	3 W	WM	28	SW SE		55	18.08

This right is limited to any deficiency in the available supply of any prior right existing for the same land.

Measurement, recording and reporting conditions:

- A. 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 submit alternative reporting procedures for review and approval.

The water user shall not construct, operate or maintain any dam or artificial obstruction to fish passage in the channel of the subject stream without providing a fishway to ensure adequate upstream and downstream passage for fish, unless the water user has requested and been granted a fish passage waiver by the Oregon Fish and Wildlife Commission. The water user is hereby directed to contact an Oregon Department of Fish and Wildlife Fish Passage Coordinator, before beginning construction of any in-channel obstruction.

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 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 of water allowed herein may be made only at times when sufficient water is available to satisfy all prior rights, including prior rights for maintaining instream flows.

Issued AUG 19 2010.



Dwight W. French
Administrator Water Rights and Adjudications, for
Phillip C. Ward, Director
Water Resources Department