

STATE OF OREGON
COUNTY OF DESCHUTES
CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

CITY OF SISTERS
150 N FIR ST
SISTERS, OR 97759

LAZY Z MEADOWS, LLC
PO BOX 267
SISTERS, OR 97759

confirms the right to use the waters of WHYCHUS CREEK (formerly known as Squaw Creek), tributary to the DESCHUTES RIVER for IRRIGATION of 35.5 ACRES.

This right was confirmed by decree of the Circuit Court of the State of Oregon for Deschutes County. The decree is of record at Salem, in the Order Record of the Water Resources Director in Volume 1, at Page 120. The date of priority is 1881.

The amount of water to which this right is entitled is limited to an amount actually used beneficially, and shall not exceed 0.71 CUBIC FEET PER SECOND, 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	Measured Distances
15 S	10 E	WM	21	SW SW	UNCLE JOHN DITCH - 140 FEET NORTH AND 1190 FEET EAST FROM THE SW CORNER OF SECTION 21

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

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.

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

IRRIGATION - CITY OF SISTERS						
Twp	Rng	Mer	Sec	Q-Q	TL	Acres
15 S	10 E	WM	15	NE NE	200	6.6
15 S	10 E	WM	15	NW NE	200	28.9

When required by the Department, the water user shall install and maintain an in-line flow meter or other suitable device(s) for measuring and recording the quantity of water diverted. The types and plans of the measuring device must be approved by the Department prior to beginning construction and shall be installed under the general supervision of the Department.

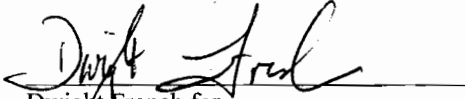
This certificate describes that portion of the water right confirmed by Certificate 85385, State Record of Water Right Certificates, NOT modified by the provisions of an order of the Water Resources Director entered _____, approving Transfer Application T-10952, and together with Certificate 86825 supersedes Certificate 85385.

The issuance of this superseding certificate does not confirm the status of the water right in regard to the provisions of ORS 540.610 pertaining to forfeiture or abandonment.

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 and is subject to all other conditions and limitations contained in said decree.

FEB 14 2011

WITNESS the signature of the Water Resources Director, affixed _____.


Dwight French for
PHILIP C. WARD, DIRECTOR