STATE OF OREGON

COUNTY OF CLACKAMAS

PERMIT TO APPROPRIATE THE PUBLIC WATERS

RHODODENDRON NURSERY, INC. 13750 SE 132ND AVENUE CLACKAMAS, OREGON 97015-9338

503-698-3232

is hereby issued a permit to use the groundwater from TWO WELLS, within Clackamas River basin, for NURSERY OPERERATIONS INCLUDING RELATED NURSERY USE, CONTAINERIZED NURSERY STOCK USE AND USE IN GREENHOUSES. The permit to the use of these waters has been issued under Application G-11739 with a date of priority of NOVEMBER 12, 1987. The permit is limited to not more than 380.0 GALLONS PER MINUTE, BEING 3.0 GPM FROM WELL 1 AND 4.0 GPM FROM WELL 2 FOR RELATED NURSERY USE ON 0.4 ACRE; 105.0 GPM FROM WELL 1 AND 203.0 GPM FROM WELL 2 FOR CONTAINERIZED NURSERY STOCK ON 13.34 ACRES AND 22.0 GPM FROM WELL 1 AND 43.0 GPM FOR GREENHOUSE USE ON 122,735 SQUARE FEET or its equivalent in case of rotation, measured at the well.

The wells are located as follows:

NW 1/4 SE 1/4, Section 2, T 2 S, R 2 E, WM; 776.96 FEET SOUTH & 372 FEET EAST FROM CENTER, SECTION 2.

NW 1/4 SE 1/4, Section 2, T 2 S, R 2 E, WM; 776.96 FEET SOUTH & 847 FEET EAST FROM CENTER, SECTION 2.

If used for field irrigation for nursery stock, such use is not restricted to the defined agricultural irrigation season.

The permit shall be limited to appropriation of water only to the extent that it does not impair or substantially interfere with prior surface water rights as well as prior ground water rights of others.

The use of water allowed under this permit shall conform to such reasonable rotation system as may be ordered by the proper state officer.

The places of use are as follows:

	ACRES	1/41/4	SECTION	TOWNSHIP	RANGE, WM
RELATED USES	0.40	NW SE	2	2 S	2 E
CONTAINERS	13.34	NW SE	2	2 S	2 E
GREENHOUSE		NW SE	2	2 S	2 E

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The wells shall be constructed in accordance with the General Standards for the Construction and Maintenance of Water Wells in Oregon. The works constructed shall include air lines and pressure gauges or access ports for measuring lines, adequate to determine water level elevation in the wells at all times. The permittee shall install and maintain weirs, meters, or other suitable measuring devices, and shall keep a complete record of the amount of ground waters withdrawn.

Actual construction work shall begin on or before March 14, 1990, and shall be completed on or before October 1, 1990. Complete application of the water to the use shall be made on or before October 1, 1991.

This permit is for the beneficial use of water. 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. It is possible that the land use you propose may not be allowed if it is not in keeping with the goals and the acknowledged plan. Your city or county planning agency can advise you about the land-use plan in your area.

Issued this date, March 14, 1989.

/s/ WILLIAM H. YOUNG

Water Resources Department William H. Young Director