STATE OF OREGON

COUNTY OF KLAMATH

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

CRESCENT WATER ASSOCIATION PO BOX 123 CRESCENT, OREGON 97733

to use the waters of THREE WELLS in the LITTLE DESCHUTES RIVER BASIN for QUASI MUNICIPAL USES.

This Permit is issued approving Application G-11975. The date of priority is OCTOBER 19, 1989. The use is limited to not more than 1.8 CUBIC FEET PER SECOND or its equivalent in case of rotation, measured at the wells.

The wells are located as follows:

SW 1/4 NE 1/4, SECTION 30, T 24 S, R 9 E, W.M.; WELL 1 - 1680 FEET SOUTH AND 1260 FEET EAST FROM N 1/4 CORNER OF SECTION 30.

SE 1/4 NE 1/4, SECTION 30, T 24 S, R 9 E, W.M.; WELL 2 - 1520 FEET SOUTH AND 1770 FEET EAST FROM N 1/4 CORNER OF SECTION 30.

NE 1/4 NE 1/4, SECTION 1, T 25 S, R 8 E, W.M.; WELL 3 - 470 FEET SOUTH AND 770 FEET WEST FROM NE CORNER OF SECTION 1.

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

A description of the proposed place of use under the permit is as follows:

NW 1/4 NE 1/4

S 1/2 NE 1/4

SE 1/4 NW 1/4

SW 1/4

SE 1/4

SECTION 25

TOWNSHIP 24 SOUTH, RANGE 8 EAST, W.M.

SE 1/4 NE 1/4 E 1/2 SW 1/4

ŚE 1/4

SECTION 36

TOWNSHIP 24 SOUTH, RANGE 8 EAST, W.M.

NE 1/4

S 1/2 NW 1/4

SW 1/4

NW 1/4 SE 1/4

SECTION 30

W 1/2 NW 1/4

SECTION 31

TOWNSHIP 24 SOUTH, RANGE 9 EAST, W.M.

N 1/2 NE 1/4

NE 1/4 NW 1/4

SECTION 1

TOWNSHIP 25 SOUTH, RANGE 8 EAST, W.M.

The water user shall report a March static water level in the well(s) to the Groundwater/Hydrology Section of the Water Resources Department by April 15 of each year. The measurement shall be made and calculations detailed by a certified water rights examiner, registered professional geologist, certified engineering geologist, or professional engineer.

Measurement, recording and reporting conditions:

- A. Before water use may begin under this permit, the permittee shall install a meter or other suitable measuring device as approved by the Director. The permittee 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 permittee to report general water use information, including the place and nature of use of water under the permit.
- B. The permittee 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.

The permittee shall obtain a static water-level measurement for each well during March of each year and report the measurement to the Department within thirty days. The measurement shall be made by a certified water-rights examiner, registered professional geologist, certified engineering geologist, professional engineer, licensed well constructor or pump installer licensed by the Construction Contractors Board. Water levels shall be reported as depth-to-water below ground level and shall be accompanied by supporting calculations. Reports and calculations shall be provided to the Department on forms provided by the Department and shall be certified as to their accuracy by the individual making the measurements. If a well listed on this permit displays a total static water-level decline of 25 or more feet over any period of years, as compared to the reference level, then the permittee shall discontinue use of, or reduce the rate or volume of withdrawal from, the well(s). Such action shall be taken until the water level recovers to above the 25-foot decline level or until the Department determines, based on the permittee's 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 reference level for water-level declines shall be the second annual measurement taken after water use begins under the terms of this permit. The permittee shall in no instance allow excessive decline to occur within the aquifer as a result of use under this permit.

Use of water from the wells shall not be allowed if the wells displays an (A) average water level decline of 3 or more feet per year for 5 consecutive years, or (B) a water level decline of 15 or more feet in fewer than 5 consecutive years, or (C) a water level decline of 25 or more feet, or (D) a hydraulic interference decline of 25 or more feet in any neighboring well with senior priority which provides water for an authorized use.

If substantial interference with a senior water right occurs due to withdrawal of water from any well listed on this permit, 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 Water Resources Department has determined that the initial water level in the wells are those of the initial March report. That is the level from which the cited declines in (A), (B) and (C) above will be referenced.

Within one year of permit issuance, the association shall submit a conservation management plan consistent with Oregon Administrative Rule 690-86.

The well shall be constructed in accordance with the General Standards for the Construction and Maintenance of Water Wells in Oregon. The works constructed shall include an air line and pressure gauge or an access port for a measuring line, adequate to determine water level elevation in the well at all times. When required by the department, the permittee shall install and maintain a weir, meter, or other suitable measuring device, and shall keep a complete record of the amount of ground water withdrawn.

Actual construction work shall begin on or before April 24, 1996 and shall be completed on or before October 1, 1999. Complete application of the water to the use shall be made on or before October 1, 1999.

This permit is for the beneficial use of water without waste. By law, the land use associated with this water must be in compliance with statewide land-use goals and any local acknowledged land-use plan.

The use granted herein may be made only at times when sufficient water is available to satisfy all prior rights.

The Director finds that the proposed use(s) of water described by this permit, as conditioned, would not impair or be detrimental to the public interest.

Issued this date, April 24, 1995.

/S/ MARTHA O. PAGEL

Water Resources Department Martha O. Pagel Director