STATE OF OREGON

COUNTY OF MARION

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

ROGERS ASSOCIATES OREGON GEORGE ROGERS P.O. BOX 3789 BRISTOL, TN 37625

PHONE: (800) 251-0239

The specific limits and conditions of the use are listed below.

APPLICATION FILE NUMBER: G-14605

SOURCE OF WATER: FOUR WELLS IN RYAN CREEK BASIN

PURPOSE OR USE: NURSERY OPERATIONS ON 163.8 ACRES

MAXIMUM RATE: 4.12 CFS, BEING 1.11 CFS FROM WELL 1, 1.34 CFS FROM WELL 2, 0.33 CFS FROM WELL 3, AND 1.34 CFS FROM WELL 4

PERIOD OF USE: SEPTEMBER 1 THROUGH JUNE 30 FROM WELLS 1,2, AND 3; YEAR ROUND FROM WELL 4

DATE OF PRIORITY: SEPTEMBER 11, 1997

POINT OF DIVERSION LOCATION: NE 1/4 SW 1/4, SE 1/4 SW 1/4, NW 1/4 SE 1/4, SECTION 19, NE 1/4 NW 1/4 SECTION 30, T4S, R1W, W.M.; WELL 2 - 3360 FEET NORTH AND 2040 FEET EAST; WELL 4 - 2720 FEET NORTH AND 2250 FEET EAST; WELL 3 - 3340 FEET NORTH AND 2730 FEET EAST; WELL 1 - 1880 FEET NORTH AND 1120 FEET EAST ALL FROM SE CORNER, DLC 71

The amount of water used for NURSERY OPERATIONS is limited to a diversion of 0.15 cubic foot per second per acre. For the irrigation of containerized nursery plants, the amount of water diverted is limited to ONE-FORTIETH of one cubic foot per second (or its equivalent) and 5.0 acre feet per acre per year. For the irrigation of in ground nursery plants the amount of water diverted is limited to ONE-EIGHTIETH of one cubic foot per second (or its equivalent) and 2.5 acre feet per acre per year. The use of water for NURSERY OPERATIONS may be made at anytime of the year that the use is beneficial. For the irrigation of any other crop, the amount of water diverted is limited to ONE-EIGHTIETH of one cubic foot per second (or its equivalent) and 2.5 acre feet per acre during the irrigation season of each year.

THE PLACE OF USE IS LOCATED AS FOLLOWS:

NE 1/4 SW 1/4 10.8 ACRES NW 1/4 SW 1/4 1.5 ACRES SW 1/4 SW 1/4 41.8 ACRES SE 1/4 SW 1/4 33.2 ACRES NW 1/4 SE 1/4 17.3 ACRES SW 1/4 SE 1/4 4.4 ACRES SECTION 19 NE 1/4 NW 1/4 13.4 ACRES NW 1/4 NW 1/4 25.8 ACRES SW 1/4 NW 1/4 12.2 ACRES SE 1/4 NW 1/4 0.1 ACRES SECTION 30 TOWNSHIP 4 SOUTH, RANGE 1 WEST, W.M. SE 1/4 SE 1/4 3.3 ACRES SECTION 24

TOWNSHIP 4 SOUTH, RANGE 2 WEST, W.M.

Measurement, recording and reporting conditions:

- 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.
- The permittee shall allow the watermaster access to the meter В. 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.

Well #4 shall be continuously cased and sealed to a depth of 250 feet below land surface.

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 Department encourages junior and senior interference. appropriators to jointly develop plans to mitigate interferences.

- (1) Use of water from the well(s), as allowed herein, shall be controlled or shut off if the well displays:
 - (a) An average water level decline of three or more feet per year for five consecutive years; or
 - (b) A total water level decline of fifteen or more feet; or
 - (c) A hydraulic interference decline of fifteen or more feet in any neighboring well providing water for senior exempt uses or wells covered by prior rights.
- (2) The water user shall install a meter or other measuring device suitable to the Director, and shall submit an annual report of water used to the Department by December 1 of each year.
- (3) The permittee/appropriator shall be responsible for complying with each of the following requirements for measuring water levels in the well.
 - (a) Use of water from a new well shall not begin until an initial static water level in the well has been measured and submitted to the Department.
 - (b) In addition to the measurement required in subsection (a) of this section, a water level measurement shall be made each year during the period March 1 through March 31.
 - (c) All water level measurements shall be made by a qualified individual. Qualified individuals are certified water rights examiners, registered geologists, registered professional engineers, licensed land surveyors, licensed water well constructor, licensed pump installer, or the permittee/appropriator.
 - (d) Any qualified individual measuring a well shall use standard methods of procedure and equipment designed for the purpose of well measurement. The equipment used shall be well suited to the conditions of construction at the well. A list of standard methods of procedure and suitable equipment shall be available from the Department.
 - (e) The permittee/appropriator shall submit a record of the measurement to the Department on a form available from the Department. The record of measurement shall include both measurements and calculations, shall include a certification as to their accuracy signed by the individual making the

measurements, and shall be submitted to the Department within 90 days from the date of measurement. The Department shall determine when any of the declines cited in section (1) are evidenced by the well measurement required in section (3).

The use may be restricted if the quality of the source stream or downstream water decrease to the point that those waters no longer meet state or federal water quality standards due to reduced flows.

STANDARD CONDITIONS

The wells shall be constructed in accordance with the General Standards for the Construction and Maintenance of Water Wells in Oregon. The works 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 use shall conform to such reasonable rotation system as may be ordered by the proper state officer.

Prior to receiving a certificate of water right, the permit holder shall submit the results of a pump test meeting the department's standards, to the Water Resources Department. The Director may require water level or pump test results every ten years thereafter.

Failure to comply with any of the provisions of this permit may result in action including, but not limited to, restrictions on the use, civil penalties, or cancellation of the permit.

This permit 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 use of water shall be limited when it interferes with any prior surface or ground water rights.

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

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Actual construction of the well shall begin by November 4, 1999. Complete application of water to the use shall be made on or before October 1, 2003. Within one year after complete application of water to the proposed use, the permittee shall submit a claim of beneficial use, which includes a map and report, prepared by a Certified Water Rights Examiner (CWRE).

Issued January 17, 1999

Pagel, Director Water Resources Department