

STATE OF OREGON

COUNTY OF CROOK

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

DONALD T. STENSLAND
P.O. BOX 692
WILSONVILLE, OREGON 97070

PHONE: (503) 694-2436

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

APPLICATION FILE NUMBER: G-14620

SOURCE OF WATER: TWO WELLS IN THE DESCHUTES RIVER BASIN

PURPOSE OR USE: SUPPLEMENTAL IRRIGATION OF 2.0 ACRES AND COMMERCIAL USE
(HEATING AND COOLING)

MAXIMUM RATE: 0.092 CUBIC FOOT PER SECOND (CFS), BEING 0.025 CFS FOR
SUPPLEMENTAL IRRIGATION OF 2.0 ACRES AND 0.067 CFS FOR COMMERCIAL USE

PERIOD OF USE: MAY 1 THROUGH OCTOBER 31 FOR SUPPLEMENTAL IRRIGATION AND
YEAR ROUND FOR COMMERCIAL USE

DATE OF PRIORITY: OCTOBER 9, 1997

POINT OF DIVERSION LOCATION: NE 1/4 NE 1/4, SECTION 4, T15S, R16E, W.M.;
SUPPLY WELL- 175 FEET NORTH AND 450 FEET WEST, INJECTION WELL- 125 FEET
NORTH AND 550 FEET WEST BOTH FROM SE CORNER, NE 1/4 NE 1/4, SECTION 4

The amount of water used for irrigation under this right, 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) and 3.0 acre-feet for each acre irrigated during the
irrigation season of each year.

THE PLACE OF USE IS LOCATED AS FOLLOWS:

NE 1/4 NE 1/4 2.0 ACRES & COMMERCIAL USE
SECTION 4
TOWNSHIP 15 SOUTH, RANGE 16 EAST, W.M.

Measurement, recording and reporting conditions:

- A. The Director may require the permittee to install a meter or
other suitable measuring device as approved by the Director.
If the Director notifies the permittee to install a meter or
other measuring device, the permittee shall install such
device within the period stated in the notice. Such
installation period shall not be less than 90 days unless
special circumstances warrant a shorter installation period.

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Once installed, the permittee shall maintain the meter or measuring device in good working order and shall allow the watermaster access to the meter or measuring device. The Director may provide an opportunity for the permittee to submit alternative measuring procedures for review and approval.

- B. The Director may require the permittee to keep and maintain a record of the amount (volume) of water used and may require the permittee to report water use on a periodic schedule as established by the Director. In addition, the Director may require the permittee to report general water use information, the periods of water use and the place and nature of use of water under the permit. The Director may provide an opportunity for the permittee to submit alternative reporting procedures for review and approval.

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

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.

Use of water under authority of this permit may be regulated if analysis of data available after the permit is issued discloses that the appropriation will measurably reduce the surface water flows necessary to maintain the free-flowing character of a scenic waterway in quantities necessary for recreation, fish and wildlife in effect as of the priority date of the right or as those quantities may be subsequently reduced.

This use of water is junior in priority to all subsequent rights for beneficial consumptive use and to those rights using standard low-temperature geothermal effluent disposal systems. This condition shall not apply if a standard disposal system is installed and operated as part of this project.

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.

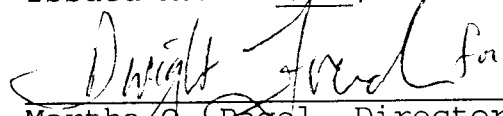
By law, the land use associated with this water use must be in compliance with statewide land-use goals and any local acknowledged land-use plan.

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.

Actual construction of the well shall begin by November 13, 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 March 5th, 1999


 Martha O. Pagel, Director
 Water Resources Department

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