STATE OF OREGON

COUNTY OF MARION

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

OREGON DIVISION OF STATE LANDS 775 SUMMER ST NE SALEM, OR 97301

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

APPLICATION FILE NUMBER: G-16170

SOURCE OF WATER: WELL 1 AND WELL 2 AND A SUMP IN WILLAMETTE RIVER BASIN

PURPOSE OR USE: INDUSTRIAL AND COMMERCIAL USES

MAXIMUM RATE: 8.91 CUBIC FEET PER SECOND

PERIOD OF USE: YEAR ROUND

DATE OF PRIORITY: JANUARY 21, 2004

WELL LOCATIONS:

WELL 1 - NE 4 NW 4, SECTION T6S, R3W, W.M.; 690 FEET SOUTH AND 3800 FEET WEST FROM

W.M.; 1060 FEET SOUTH AND WELL 2 - NW 4 NW 4//SECTION 24 MES. 4160 FEET WEST FROM NE CORNER SECTION

SUMP LOCATION - NE HAND 765, R3W, W.M.; 470 FEET SOUTH AND 3120 FERTINEST TROM CTION 21

THE PLACE OF USE IS LOCATED

SE 4 SW 4

NW 14 SE 14

SW 4 SE 4 SECTION 16

TOWNSHIP 6 SOUTH, RANGE 3 WEST, W.M.

THE PLACE OF USE IS LOCATED AS FOLLOWS: (CONTINUED)

NW ¼ NE ¼
SW ¼ NE ¼
NE ¼ NW ¼
NW ¼ NW ¼
SW ¼ NW ¼
SE ¼ NW ¼
NE ¼ SW ¼
NW ¼ SW ¼
SECTION 21

TOWNSHIP 6 SOUTH, RANGE 3 WEST, W.M.

Measurement, recording and reporting conditions:

- A. Before water use may begin under this permit, the permittee shall install a totalizing flow meter. The totalizing flow meter must be installed and maintained in good working order consistent with those standards identified in OAR 690-507-645(1) through (3). The permittee 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; provided however, where the meter is located within a private structure, the watermaster shall request access upon reasonable notice.

STANDARD CONDITIONS

If the number, location, source, or construction of any well deviates from that proposed in the permit application or required by permit conditions, this permit may not be valid.

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 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.

Where two or more water users agree among themselves as to the manner of rotation in the use of water and such agreement is placed in writing and filed by such water users with the watermaster, and such rotation system does not infringe upon such prior rights of any water user not a party to such rotation plan, the watermaster shall distribute the water according to such agreement.

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.

Complete application of the water to the use stall be made on or before October 1, 2009. If the water to the completely applied before this date, and the permittee wishes to continue development under the permit, the permittee must submit an application for extension of time, which may be approved based upon the merit of the application.

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 September ____, 2005

Water Resources Department