STATE OF OREGON

COUNTY OF MARION

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

FRITZ AND ROSINA MUELLER LLC 6576 55TH AVE NE SALEM, OR 97305

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

APPLICATION FILE NUMBER: G-16450

SOURCE OF WATER: WELL 1 AND WELL 2 IN LITTLE PUDDING RIVER BASIN

PURPOSE OR USE: IRRIGATION USE ON 65.3 ACRES

MAXIMUM RATE: 0.82 CUBIC FOOT PER SECOND (CFS), FURTHER LIMITED TO 0.71 CFS FROM AUGUST 1 THROUGH AUGUST 31, AND 0.67 CFS FROM SEPTEMBER 1 THROUGH SEPTEMBER 30

PERIOD OF USE: MARCH 1 THROUGH OCTOBER 1

DATE OF PRIORITY: APRIL 29, 2005

WELL LOCATIONS:

WELL 1: SE 1/4 SE 1/4, SECTION 29, T6S, R2W, W.M.; 1259 FEET NORTH & 68 FEET WEST FROM SE CORNER, SECTION 29

WELL 2: NE 1/4 SE 1/4, SECTION 29, T6S, R2W, W.M.; 2010 FEET NORTH & 78 FEET WEST FROM SE CORNER, SECTION 29

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 and 2.5 acre-feet for each acre irrigated during the irrigation season of each year.

THE PLACE OF USE IS LOCATED AS FOLLOWS:

DLC	71	SE	1/4	NE	1/4		0.3	ACRE
DLC	71	NE	1/4	SE	1/4		9.1	ACRES
DLC	72	NE	1/4	SE	1/4		20.7	ACRES
DLC	71	NM	1/4	SE	1/4		3.6	ACRES
DLC	72	NW	1/4	SE	1/4		1.6	ACRES
DLC	72	SW	1/4	SE	1/4		9.7	ACRES
DLC	72	SE	1/4	SE	1/4		17.6	ACRES
SECTION 29								

DLC 72 NE ¼ NE ¼ 2.7 ACRES SECTION 32 TOWNSHIP 6 SOUTH, RANGE 2 WEST, W.M.

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.
- 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.
- C. 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.

The well(s) shall produce groundwater only from the alluvial groundwater reservoir.

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, unless the Department authorizes the change in writing.

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.

Completion of construction and complete application of the water to the use shall be made on or before October 1, 2010. If the water is not 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 August ____/0___, 2006

Phillip C. Ward, Director Water Resources Department