STATE OF OREGON

COUNTY OF HARNEY

PERMIT TO CONSTRUCT A RESERVOIR AND TO STORE FOR BENEFICIAL USE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

DWIGHT HAMMOND
DBA HAMMOND RANCHES, INC.
DIAMOND, OREGON 97722

503-493-2324

to store a supplemental supply of water of THREE UNNAMED STREAMS, tributaries of KRUMBO CREEK, IN KERN RESERVOIR AND KERN RESERVOIR ENLARGEMENT CONSTRUCTED UNDER PERMITS R-837, R-959, AND R-8487 to be appropriated under Application 69063, Permit 50749, for IRRIGATION.

This Permit to store waters is issued approving Reservoir Application R-69128. The date of priority is JUNE 9, 1987. The amount of water entitled to be stored each year is not more than 2050.0 ACRE-FEET.

The dam will be located as follows:

SE 1/4 SE 1/4, SECTION 32, T 30 S, R 32 E, W.M.

The maximum height of the dam will be 55.0 feet above the stream bed or ground surface at the centerline. The top width will be 18.0 feet, slope of upstream face 3:1, slope of downstream face 2:1, and height of dam above water line when full 5.0 feet. The area submerged by the reservoir, when full, will be 99.0 acres and the maximum depth of water will be 42.0 feet.

This development was reviewed and approved by the Water Resources Commission on September 29, 1989.

THE DAM SHALL BE OPERATED, AND MAINTAINED ACCORDING TO THE APPROVED PLANS AND SPECIFICATIONS DATED AUGUST 7, 1980, ON FILE WITH THE WATER RESOURCES DEPARTMENT.

STORAGE OF WATER SHALL BE LIMITED TO THE PERIOD OF OCTOBER 1 THROUGH APRIL 30 OF EACH YEAR AND THE PERMITTEE SHALL COMPLY WITH THE TERMS AND CONDITIONS OF AN ORDER RECORDED IN VOLUME 43 PAGES 403 THROUGH 407 AND STIPULATED AGREEMENT RECORDED IN VOLUME 43 PAGES 408 THROUGH 413, ORDER RECORDS OF THE WATER RESOURCES DIRECTOR.

The area to be submerged by the reservoir is located within:

E 1/2 SE 1/4 SECTION 32

W 1/2 SW 1/4 SE 1/4 SW 1/4 SECTION 33

TOWNSHIP 30 SOUTH, RANGE 32 EAST, W.M.

LOT 1 LOT 2 N 1/2 SE 1/4 SECTION 1

TOWNSHIP 31 SOUTH, RANGE 32 1/2 EAST, W.M.

The storage of water allowed herein is subject to the installation and maintenance of an outlet pipe, or the provision of other means to evacuate water when determined necessary by the Water Resources Director to satisfy prior downstream rights.

APPLICATION R-69128

WATER RESOURCES DEPARTMENT

PERMIT R-11163

Actual construction work shall begin on or before OCTOBER 9, 1990, and shall be completed on or before October 1, 1991. The reservoir shall be filled, and complete application of the stored water to the use shall be made on or before October 1, 1992.

This permit is for the storage of water for future beneficial use without waste. 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 storage of water allowed herein may be made only at times when sufficient water is available to satisfy all prior rights, including rights for maintaining instream flows.

Issued this date, OCTOBER 9, 1989.

/s/ WILLIAM H. YOUNG

Water Resources Department William H. Young Director