STATE OF OREGON

COUNTY OF WASCO

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

THIS PERMIT IS HEREBY ISSUED TO

W. JAY HOFFMAN 113 WEST 4TH STREET THE DALLES, OREGON 97058

503-296-1101

to construct HOFFMAN RESERVOIR and store the waters of A SPRING AREA WITH ANY DEFICIENCY TO BE MADE UP FROM MILL CREEK, a tributary of COLUMBIA RIVER, to be maintained by appropriation under Application 68550, Permit 50802, and Application G-11579, Permit G-10940, for RECREATION.

This Permit to store waters is issued approving Reservoir Application R-69070. The date of priority is AUGUST 3, 1989. The amount of water entitled to be stored each year is not more than 0.2 ACRE-FOOT.

The dam will be located as follows:

NE 1/4 SW 1/4, SECTION 22, T 1 N, R 12 E, W.M.

The area submerged by the reservoir, when full, will be 15,700 square feet, and the maximum depth of water will be 5.0 feet.

The area to be submerged by the reservoir is described as follows:

NE 1/4 SW 1/4 SECTION 22 TOWNSHIP 1 NORTH, RANGE 12 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.

Actual construction work shall begin on or before NOVEMBER 27, 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, NOVEMBER 27, 1989.

/s/ WILLIAM H. YOUNG

Water Resources Department William H. Young Director

Extended to October 1, 1992

APPLICATION R-69070 WATER RESOURCES DEPARTMENT PERMIT R-11187 BASIN 4 VOLUME 2 MILL CREEK & MISC. DISTRICT 3 R-69070.WJO