STATE OF OREGON

COUNTY OF UMATILLA

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

BUREAU OF RECLAMATION U. S. A., PACIFIC NW REGION BOX 043-550, WEST FORT STREET BOISE, IDAHO 83724-0043 208-334-1165

to use the waters from the COLUMBIA RIVER, A TRIBUTARY OF PACIFIC OCEAN, for INCREASING THE FLOWS IN THE UMATILLA RIVER TO ENHANCE MIGRATION OF ANADROMOUS FISH. This permit is issued under Application 69635 with a date of priority of JUNE 3, 1988, for use of not more than 150 CUBIC FEET PER SECOND or its equivalent in case of rotation, measured at the point of diversion.

The Bureau of Reclamation's Umatilla Basin Project is divided into two separate phases:

Phase I will benefit fish passage in the lower reach of the Umatilla River, from Threemile Falls Dam to the mouth. This involves an exchange of Columbia River water with direct flow Umatilla River water rights within the West Extension Irrigation District and Terminal Ditch Company. Columbia River water would be used to irrigate crops and Umatilla River water would remain in the stream.

Phase II will add a Columbia River pumping complex to enhance river flows for the stretch of river from the USA Feed Canal at river mile (RM) 28.2 to the mouth. This will involve potential exchanges with water stored in McKay Reservoir and further exchange with Hermiston Irrigation District for direct flows at the Maxwell Canal and waters normally diverted at the USA Feed Canal for storage in Cold Springs Reservoir. Complete applications will need to be filed by the Bureau and another permit and exchange considered at a later date which would cover the uses contemplated in Phase II.

The points of diversion are as follows:

point (1) (McNary Dam) NW1/4 SE1/4, Section 10, T. 5 N., R. 28 E., WM; 2150 FEET NORTH & 3500 FEET EAST FROM SW CORNER, SECTION 10.

(McNary Dam) Divert water at the McNary Dam diversion works, convey and release the waters in the West Extension Irrigation Canal at a point within the NW1/4 NE1/4 of Section 20, T. 5 N., R. 28 E., W.M., for use in the West Extension Irrigation District, and to release waters in the Terminal Ditch at a point within the NE 1/4 SE 1/4 of Section 17, T. 5 N., R. 28 E., W.M. for use in the Terminal Ditch Company, pursuant to Transfer 6085 E;

point (2) (Eastern Oregon Farming Company Pumps) LOT 7, NE 1/4 NW 1/4, Section 2, T. 4 N., R. 25 E., WM; SOUTH 86 DEGREES 22 MINUTES 46 SECONDS WEST, 2811 FEET FROM NE CORNER, SECTION 2.

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(Eastern Oregon Farming Company Pumps) Divert water at the Eastern Oregon Farming Company pumps, convey and release the waters in the West Extension Irrigation Canal at a point within the NE1/4 SW1/4 of Section 7, T. 4 N., R. 26 E., W.M., for use in the West Extension Irrigation District, pursuant to Transfer 6085E;

point (3) (West Extension Irrigation pumps) NW 1/4 SW 1/4, Section 17, T. 5 N, R. 28 E., WM;
1900 FEET NORTH & 150 FEET EAST FROM SW CORNER, SECTION 17.

(West Extension Irrigation pumps) Divert water at the West Extension pumps, convey and release the waters in the West Extension Irrigation District Canal at a point within the SE1/4 SE1/4 of Section 18, T. 5 N., R. 28 E., W.M., for use in the West Extension Irrigation District, pursuant to Transfer 6085 E;

point (4) (Mikami Farms pumps) SW 1/4 NW 1/4, Section 8, T. 5 N., R. 30 E., WM; 2910 FEET NORTH & 120 FEET EAST FROM SW CORNER, SECTION 17.

(Mikami Farms pumps) Divert water from the Mikami Farms pumps, convey and release the water in Cold Springs Canyon at a point within SE1/4 NE1/4 of Section 31, T. 5 N., R. 30 E., W.M., for use in the areas served by the Hermiston Irrigation District, pursuant to Transfer 6085 E; and,

point (5) SE 1/4 NW 1/4 Section 2, T. 5 N., R. 26 E., WM:

(Western Empire pumps) Divert an amount of water at the Western Empire pumps, convey and release the waters in the West Extension Irrigation Canal at a point within the SE 1/4 NW 1/4 Section 23,T. 5 N., R. 26 E., W.M., for use in the West Extension Irrigation District, pursuant to Transfer 6085 E.

The use of water allowed under this permit shall conform to such reasonable rotation system as may be ordered by the proper state officer.

The benefitted stream reach is for flows to be maintained in the Umatilla River from the U.S.A. Feed Canal diversion at River Mile 28.2 (SE 1/4 SW1/4, Section 22, T.3 N., R. 29 E., W.M.) to its confluence with the Columbia River (SE 1/4 SE 1/4, Section 18 T.5 N., R. 28 E. W.M.).

Actual construction work shall begin on or before OCTOBER 4, 1990, and shall be completed on or before October 1, 1993. Complete application of the water to the use shall be made on or before October 1, 1994.

Phase I project completion will be dependent upon further authorizations for funding from Congress, and thus may require extensions of the time limits imposed above. Requests for such extensions will be evaluated subject to the requirements of ORS 537.230.

This permit is for the beneficial use of water 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 Water Resources Commission reviewed and considered this proposal on May 26, 1989, August 18, 1989 and September 29, 1989. The proposed project was approved by the Water Resources Commission on September 29, 1989.

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The right is subject to instream water rights established by the Water Resources Commission with an effective date prior to this right.

The effectiveness of this permit is contingent upon the conversion of established minimum flows in the Umatilla basin into instream water rights under the provisions of QRS 537.346 without reduction or limitations.

The total quantity being diverted for exchange during a complete water year shall be no greater than the total amount of water being left in the Umatilla River during that complete water year under Transfer Order 6085E.

A Memorandum of Understanding would be desirable to inform appropriators of how they will be expected to perform when the exchange is operating, and to serve as "first notice" to all appropriators in the event the watermaster needs to distribute water.

To the extent permitted by federal law, the permittee shall comply with the requirements of the Oregon Conservation Plan for the Umatilla River Basin as it is developed; and, to the extent that said plan prescribes compliance schedules to achieve conservation standards, the permittee shall comply with said schedules.

Issued this date, October 4, 1989.

/s/ WILLIAM H. YOUNG

Water Resources Department William H. Young Director