

STATE OF OREGON

COUNTY OF YAMHILL

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

BAILEY NURSERIES, INC.
9855 NW PIKE RD
YAMHILL, OREGON 97148

The specific limits for the use are listed below along with conditions of use.

APPLICATION FILE NUMBER: S-70215

SOURCE OF WATER: SALT CREEK AND FIDEL BROTHERS RESERVOIR, TRIBUTARY TO THE NORTH YAMHILL RIVER

PURPOSE OR USE: AGRICULTURAL USE (NURSERY OPERATIONS) ON 278.3 ACRES

RATE OF USE: 2.23 CFS

PERIOD OF ALLOWED USE: NOVEMBER 1 THROUGH APRIL 30 FROM LIVE FLOW AND STORED WATER; MAY 1 THROUGH OCTOBER 31 FROM STORED WATER ONLY

DATE OF PRIORITY: MARCH 2, 1990

POINT OF DIVERSION LOCATIONS: SE 1/4 NE 1/4, SE 1/4 SE 1/4, SE 1/4 SW 1/4, SECTION 31, T2S, R4W, W.M.; POINT A: 50 FEET NORTH AND 1420 FEET WEST OF SE CORNER OF PERKINS DLC 55; POINT B: 220 FEET NORTH AND 1380 FEET WEST OF SE CORNER OF PERKINS DLC 55; POINT C: 1960 FEET SOUTH AND 2260 FEET WEST OF SE CORNER OF PERKINS DLC 55; POINT D: 2180 FEET SOUTH AND 4280 FEET WEST OF SE CORNER OF PERKINS DLC 55

The amount of water used for NURSERY OPERATIONS is limited to a diversion of 0.15 cubic foot per second per acre. For the irrigation of **containerized nursery plants**, the amount of water diverted is limited to ONE-FORTIETH of one cubic foot per second (or its equivalent) and 5.0 acre feet per acre per year. For the irrigation of **in ground nursery plants** the amount of water diverted is limited to ONE-EIGHTIETH of one cubic foot per second (or its equivalent) and 2.5 acre feet per acre per year. The use of water for NURSERY OPERATIONS may be made at anytime of the year that the use is beneficial. For the irrigation of **any other crop**, the amount of water diverted is limited to ONE-EIGHTIETH of one cubic foot per second (or its equivalent) and 2.5 acre feet per acre during the irrigation season of each year.

THE PLACE OF USE IS LOCATED AS FOLLOWS:

SW 1/4 SW 1/4 14.0 ACRES
SECTION 29
SE 1/4 SE 1/4 9.0 ACRES
SECTION 30
NE 1/4 NE 1/4 21.0 ACRES
SE 1/4 NE 1/4 9.2 ACRES
NE 1/4 SW 1/4 3.1 ACRES
SE 1/4 SW 1/4 5.0 ACRES
NE 1/4 SE 1/4 15.5 ACRES
NW 1/4 SE 1/4 17.2 ACRES
SW 1/4 SE 1/4 22.0 ACRES
SE 1/4 SE 1/4 23.6 ACRES
SECTION 31
NW 1/4 NW 1/4 40.2 ACRES
SW 1/4 NW 1/4 29.8 ACRES
NW 1/4 SW 1/4 38.5 ACRES
SW 1/4 SW 1/4 30.2 ACRES
SECTION 32

TOWNSHIP 2 SOUTH, RANGE 4 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, 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 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.

In the event of a request for a change in point of appropriation, an additional point of appropriation or alteration of the appropriation facility associated with this authorized diversion, the quantity of water allowed herein, together with any other right, shall not exceed the capacity of the facility at the time of perfection of this right.

The permittee shall install, maintain, and operate fish screening and by-pass devices as required by the Oregon Department of Fish and Wildlife to prevent fish from entering the proposed diversion. The required screen is to be in place and functional prior to diversion of any water.

This right is limited to any deficiency in the available supply of any prior right existing for the same land.

STANDARD CONDITIONS

The use shall conform to such reasonable rotation system as may be ordered by the proper state officer.

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.

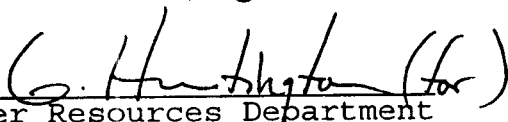
By law, the land use associated with this water use must be in compliance with statewide land-use goals and any local acknowledged land-use plan.

The use of water allowed herein may be made only at times when sufficient water is available to satisfy all prior rights, including prior rights for maintaining instream flows.

The Director finds that the proposed use(s) of water described by this permit, as conditioned, will not impair or be detrimental to the public interest.

Actual construction work shall begin within one year from permit issuance and shall be completed on or before October 1, 1998. Complete application of the water to the use shall be made on or before October 1, 1999.

Issued January 26, 1996


Water Resources Department
Martha O. Pagel
Director