

STATE OF OREGON

COUNTY OF LAKE

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

GIL LEE, USA INVESTMENT ASSOCIATES INC.
606 NORTH 1ST STREET
SAN JOSE, CALIFORNIA 95112

(408) 274-1515

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

APPLICATION FILE NUMBER: S-72406

SOURCE OF WATER: RENNER RESERVOIR, CONSTRUCTED UNDER PERMITS R-1878 AND R-2462

PURPOSE OR USE: SUPPLEMENTAL IRRIGATION OF 181.0 ACRES

MAXIMUM VOLUME ALLOWED: 347.0 ACRE-FEET

PERIOD OF USE: MARCH 1 THROUGH OCTOBER 31 OF EACH YEAR

DATE OF PRIORITY: MAY 18, 1992

POINT OF DIVERSION LOCATION: SW 1/4 SE 1/4, SECTION 17, T41S, R18E, W.M.; 5250 FEET SOUTH & 2730 FEET EAST FROM THE NW CORNER OF SECTION 17

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

THE PLACE OF USE IS LOCATED AS FOLLOWS:

NW 1/4 NE 1/4 26.2 ACRES
SW 1/4 NE 1/4 0.4 ACRE
NE 1/4 NW 1/4 9.8 ACRES
SECTION 19

SW 1/4 NE 1/4 21.8 ACRES
SE 1/4 NE 1/4 4.0 ACRES
SE 1/4 NW 1/4 39.4 ACRES
NE 1/4 SW 1/4 32.6 ACRES
NE 1/4 SE 1/4 14.0 ACRES

NW 1/4 SE 1/4 26.2 ACRES
SECTION 20

NW 1/4 SW 1/4 6.6 ACRES
SECTION 21
TOWNSHIP 41 SOUTH, RANGE 19 EAST, 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.

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

Before water use may begin under this permit, a measuring device approved by the Watermaster that measures the entire range and stage between full reservoir level dead pool storage must be installed in the reservoir.

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.

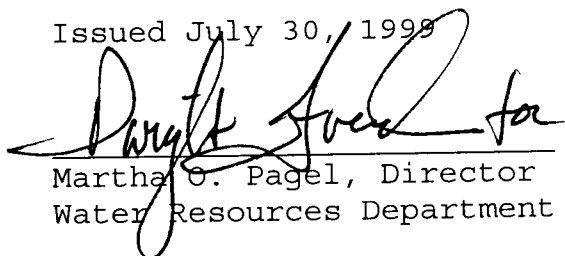
By law, the land use associated with this water use must be in compliance with statewide land-use goals and any local acknowledged land-use plan.

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. Complete application of the water to the use shall be made on or before October 1, 2003. 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 July 30, 1999



Martha O. Pagel, Director
Water Resources Department