STATE OF OREGON

COUNTY OF YAMHILL

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

RANDAL AEBI 5305 NE POVERTY BEND RD MCMINNVILLE, OR 97128

The specific limits and conditions of the use are listed below.

APPLICATION FILE NUMBER: S-86913

SOURCE OF WATER: POVERTY RESERVOIR (PERMIT R-14431), AND UNNAMED STREAM, TRIBUTARIES OF NORTH FORK YAMHILL RIVER

PURPOSE OR USE: IRRIGATION USE ON 80.4 ACRES, AND POND MAINTENANCE

MAXIMUM VOLUME: 9.0 ACRE FEET EACH YEAR FOR IRRIGATION; 0.31 CUBIC FOOT PER SECOND (CFS), BEING 0.22 CFS FOR IRRIGATION AND 0.09 CFS FOR POND MAINTENANCE

PERIOD OF USE: MARCH 1 THROUGH OCTOBER 31 FOR IRRIGATION FROM POVERTY RESERVOIR; MARCH 1 THROUGH APRIL 30 FOR IRRIGATION FROM UNNAMED STREAM; AND MARCH 1 THROUGH MAY 31 FOR POND MAINTENANCE FROM UNNAMED STREAM

DATE OF PRIORITY: JUNE 26, 2007

POINT OF DIVERSION LOCATION: SE 1/4 SE 1/4, SECTION 3, T4S, R4W, W.M.; 1200 FEET NORTH AND 300 FEET WEST FROM SE CORNER, SECTION 3

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 of ONE-EIGHTIETH of one cubic foot per second and 2.5 acre-feet for each acre irrigated during the irrigation season of each year.

THE PLACE OF USE IS LOCATED AS FOLLOWS;

DLC	45	sw	1/4	NE	1/4		6.4	ACRES
DLC	44	SE	1/4	NE	1/4		0.6	ACRE
DLC	45	SE	1/4	ΝE	1/4		9.6	ACRES
DLC	44	NE	1/4	SE	1/4		13.9	ACRES
DLC	45	NE	1/4	SE	1/4		22.5	ACRES
DLC	45	NW	1/4	SE	1/4		14.0	ACRES
				SEC	CTION	3		

DLC	45	SW	1/4	SE ¼		8.1	ACRES			
DLC	44	SE	1/4	SE ¼		1.6	ACRES	AND	POND	MAINTENANCE
DLC	45	SE	1/4	SE ¼		3.7	ACRES			
				SECTION	3					

TOWNSHIP 4 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 totalizing flow meter at each point of diversion. The permittee shall maintain the meter(s) in good working order. The permittee 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(s); provided however, where any meter is located within a private structure, the watermaster shall request access upon reasonable notice.

The use may be restricted if the quality of the source stream or downstream waters decrease to the point that those waters no longer meet existing state or federal water quality standards due to reduced flows.

The permittee shall not construct, operate or maintain any dam or artificial obstruction to fish passage in the channel of the subject stream without providing a fishway to ensure adequate upstream and downstream passage for fish, unless the permittee has requested and been granted a fish passage waiver by the Oregon Fish and Wildlife Commission. The permittee is hereby directed to contact an Oregon Department of Fish and Wildlife Fish Passage Coordinator, before beginning construction of any in-channel obstruction.

If the riparian area is disturbed in the process of developing a point of diversion, the permittee shall be responsible for restoration and enhancement of such riparian area in accordance with ODFW's Fish and Wildlife Habitat Mitigation Policy OAR 635-415. For purposes of mitigation, the ODFW Fish and Wildlife Habitat Mitigation Goals and Standards, OAR Chapter 635, Division 415, Section 030 adopted November 13, 1991 shall be followed.

STANDARD CONDITIONS

Where two or more water users agree among themselves as to the manner of rotation in the use of water and such agreement is placed in writing and filed by such water users with the watermaster, and such rotation system does not infringe upon such prior rights of any water user not a party

to such rotation plan, the watermaster shall distribute the water according to such agreement.

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.

This permit does not allow unauthorized inundation of property not under the ownership of the permit holder.

Completion of construction and complete application of the water to the use shall be made on or before October 1, 2012. If the water is not completely applied before this date, and the permittee wishes to continue development under the permit, the permittee must submit an application for extension of time, which may be approved based upon the merit of the application.

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 February___/4___, 2008

for Phillip C. Ward, Director Water Resources Department