STATE OF OREGON

COUNTY OF JACKSON

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO:

ANGLER'S COVE/SHADY COVE HEIGHTS WATER COMPANY PO BOX 412 SHADY COVE OR 97539

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

APPLICATION FILE NUMBER: S-87408

SOURCE OF WATER: LOST CREEK RESERVOIR, CONSTRUCTED UNDER PERMITS R-8141 AND R-8142

PURPOSE OR USE: QUASI-MUNICIPAL USE

MAXIMUM VOLUME: 17.0 ACRE FEET

DATE OF PRIORITY: MARCH 2, 2009

PERIOD OF USE: YEAR ROUND

Authorized Point of Re-diversion:

| Twp | Rng | Mer | Sec | Q-Q | Measured Distances | | |
|------|-----|-----|-----|-------|--|--|--|
| 34 S | 1 W | WM | 15 | SE NW | 310 FEET NORTH AND 480 FEET WEST FROM C1/4 CORNER, SECTION 15 | | |

Authorized Place of Use:

| Twp | Rng | Mer | Sec | Q-Q |
|------|-----|-----|-----|-------|
| 34 S | 1 W | WM | 15 | SE NW |
| 34 S | 1 W | WM | 15 | NW SE |

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 and maintain the meter(s) in good working order.
- B. The permittee shall allow the watermaster access to the meter(s); where a meter is located within a private structure, the watermaster shall request access upon reasonable notice.
- C. The Director may require the permittee to keep and maintain a record of the amount (volume) of water used, and may require the permittee to report water use on a periodic schedule as established by the Director. In addition, the Director may require the permittee to report general water-use information, the periods of water use, and the place and nature of use of water under the permit. The Director may provide an opportunity for the permittee to submit alternative reporting procedures for review and approval.

The water user shall install, maintain, and operate fish screening and by-pass devices consistent with current Oregon Department of Fish and Wildlife (ODFW) standards. Fish screening is to prevent fish from entering the proposed diversion, while by-pass devices provide adequate upstream and downstream passage for fish. The required screen and by-pass devices are to be in place and functional, and approved

S-87408.klk

Permit S-54603

in writing by ODFW <u>prior to</u> diversion of water. The water user may submit evidence in writing that ODFW has determined screens and/or by-pass devices are not necessary.

The use of water under this right is subject to the terms and conditions of the Transfer and Assignment of a Water Storage Agreement between the United States of America and The City of Shady Cove, Oregon to Angler's Cove/Shady Cove Heights Water Company, Shady Cove, Oregon for 12.0 Acre-Feet (AF) of water for Originally Authorized Water Storage Space in Lost Creek Lake Projects, dated July 18, 2008, or a satisfactory replacement, a copy of which is on file in the records of the Water Resources Department.

The use of water under this right is subject to the terms and conditions of the Water Storage Agreement between the United States of America and Angler's Cove/Shady Cove Heights Water Company, Shady Cove, Oregon for 5.0 Acre-Feet (AF) of water for Originally Authorized Water Storage Space in Lost Creek Lake Project, dated November 27, 2007, or a satisfactory replacement, a copy of which is on file in the records of the Water Resources Department.

STANDARD CONDITIONS

- 1. 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.
- 2. 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.
- 3. 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.
- 4. 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.
- 5. 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.
- 6. 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, shall be followed.
- 7. Completion of construction and application of the water shall be made within five years of the date of permit issuance. If beneficial use of permitted water has not been made before this date, the permittee may submit an application for extension of time, which may be approved based upon the merit of the application.

8. Within one year after making beneficial use of water, the permittee shall submit a claim of beneficial use, which includes a map and report, prepared by a Certified Water Rights Examiner.

Issued <u>OCTOBER 15</u> 2009.

Timothy Wall.

for Phillip C. Ward, Director Water Resources Department