STATE OF OREGON

COUNTY OF JACKSON

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO:

APPLEGATE IRRIGATION CORPORATION 489 HAMILTON RD JACKSONVILLE OR 97530

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

APPLICATION FILE NUMBER: S-87646

SOURCE OF WATER: APPLEGATE RESERVOIR, CONSTRUCTED UNDER PERMIT R-7810

PURPOSE OR USE: IRRIGATION OF 270.19 ACRES

MAXIMUM VOLUME: 1419.0 ACRE FEET

DATE OF PRIORITY: AUGUST 11, 2010

PERIOD OF USE: APRIL 1 THROUGH OCTOBER 31

Authorized Point of Re-Diversion:

POD	Twp	Rng	Mer	Sec	Q-Q	Measured Distances
PUMP GROUP	38 S	3 W	WM	33	NE NW	743 FEET SOUTH AND 190 FEET EAST OF SW
1A & B						CORNER, DLC 40
PUMP GROUP	38 S	3 W	WM	33	NW SE	980 FEET SOUTH AND 130 FEET EAST OF C 1/4
2A & B					}	CORNER, SECTION 33
PUMP GROUP	38 S	3 W	WM	4	NE NE	20 FEET SOUTH AND 1250 FEET WEST OF SE
3B						CORNER, SECTION 33
PUMP GROUP	39 S	3 W	WM	4	NE NE	270 FEET SOUTH AND 1100 FEET WEST OF NE
3C						CORNER, SECTION 4
PUMP GROUP	39S	3W	WM	3	NE SW	580 FEET SOUTH AND 1180 FEET WEST OF C
6B_						¹ / ₄ CORNER, SECTION 3
PUMP GROUP	39S	3 W	WM	3	SE SW	230 FEET NORTH AND 480 FEET WEST OF S 1/4
7B & C						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 FORTIETH of one cubic foot per second and 5.25 acre-feet for each acre irrigated during the irrigation season of each year.

Authorized Place of Use:

Twp	Rng	Mer	Sec	Q-Q	GLot	DLC	Acres
38 S	3 W	WM	33	SW NE	3		21.20
38 S	3 W	WM	33	SE NE	4		16.20
38 S	3 W	WM	33	SE NW	2		4.60
38 S	3 W	WM	33	NE SE			25.80
38 S	3 W	WM	33	NE SE	5		2.20
38 S	3 W	WM	33	NE SE			6.00
38 S	3 W	WM	33	NW SE			12.20
38 S	3 W	WM	33	NW SE			14.60

Twp	Rng	Mer	Sec	Q-Q	GLot	DLC	Acres
38 S	3 W	WM	33	SW SE			2.90
38 S	3 W	WM	33	SE SE			6.30
38 S	3 W	WM	33	SE SE			5.00
38 S	3 W	WM	33	SE SE			6.00
39 S	3 W	WM	2	SW SW			5.00
39 S	3 W	WM	3	NE SW			1.00
39 S	3 W	WM	3	NE SW			2.00
39 S	3 W	WM	3	NE SW			2.00
39 S	3 W	WM	3	NE SW			2.50
39 S	3 W	WM	3	NE SW			1.00
39 S	3 W	WM	3	NE SW			1.00
39 S	3 W	WM	3	NE SW			1.00
39 S	3 W	WM	3	NE SE			2.50
39 S	3 W	WM	3	NW SE			20.00
39 S	3 W	WM	3	NW SE			1.00
39 S	3 W	WM	3	SW SE			5.00
39 S	3 W	WM	3	SW SE			26.00
39 S	3 W	WM	3	SE SE			28.40
39 S	3 W	WM	3	SE SE			1.00
39 S	3 W	WM	10	NE NE			0.70
39 S	3 W	WM	10	NE NE			1.89
39 S	3 W	WM	10	SE NE			0.80
39 S	3 W	WM	11	NW NW		37	10.40
39 S	3 W	WM	11	SW NW	2	37	14.00
39 S	3 W	WM	11	NE SW	7	38	13.00
39 S	3 W	WM	11	NW SW	3		1.00
39 S	3 W	WM	11	NW SE		38	6.00

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 re-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.
- D. The Director may provide an opportunity for the permittee to submit alternative measuring and reporting procedures for review and approval.

The water user(s) 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 in writing by ODFW prior to 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 for irrigation allowed herein is for primary irrigation. The original primary rights associated with the place of use described herein have been transferred to instream use under time-limited instream transfer applications. During the life of this permit (and subsequent certificate), use of water under Certificates 20566, 60701, 60702, and 60800 may be used as supplemental irrigation to the portions of this permit to which they are appurtenant. However, if the time-limited instream transfer applications are terminated, or if this permit (or subsequent certificate) is not cancelled upon termination of the orders issued approving the time-limited instream transfers, the use of water under this permit will become supplemental to the original primary and supplemental rights, and any other rights that have not been transferred to other lands. If this permit (or subsequent certificate) becomes supplemental, the use authorized under this right is limited to any deficiency in the available supply of any prior rights existing for the same lands.

The use of water under this right is subject to the terms and conditions of contract No. 09XX101703, or a satisfactory replacement, between the Bureau of Reclamation and the permittee, 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 Exam					
Issued _	AUGUST	<u>/2</u> , 2011.				

E. Timothy Wall E. Timothy Wallin, Water Rights Program Manager for Phillip C. Ward, Director