



**Oregon**  
Kate Brown, Governor

**Water Resources Department**  
725 Summer St NE, Suite A  
Salem, OR 97301  
(503) 986-0900  
Fax (503) 986-0904

March 2, 2017

VIA E-MAIL

POWELL FAMILY TRUST;  
OLSON FAMILY TRUST;  
MARK W. OLSON FAMILY TRUST  
6750 BETHEL RD  
RICKREAL, OR 97371

SUBJECT: Water Right Transfer Application T-12476

Please find enclosed the Preliminary Determination indicating that, based on the information available, the Department intends to approve application T-12476. This document is an intermediate step in the approval process; water may not be used legally as proposed in the transfer application until a Final Order has been issued by the Department. Please read this entire letter carefully to determine your responsibility for additional action.

A public notice is being published in the Department's weekly publication, simultaneously with issuance of the Preliminary Determination. The notice initiates a period in which any person may file either a protest opposing the decision proposed by the Department in the Preliminary Determination or a standing statement supporting the Department's decision. The protest period will end 30 days after the Department's notice.

If no protest is filed, the Department will issue a Final Order consistent with the Preliminary Determination. You should receive a copy of the Final Order about 30 days after the close of the protest period.

If a protest is filed, the application may be referred to a contested case proceeding. A contested case provides an opportunity for the proponents and opponents of the decision proposed in the Preliminary Determination to present information and arguments supporting their position in a quasi-judicial proceeding.

Please do not hesitate to contact me at 503-986-0806 or [arla.l.heard@oregon.gov](mailto:arla.l.heard@oregon.gov) if I may be of assistance.

Sincerely,

Arla L Heard  
Transfer Specialist  
Transfer and Conservation Section

cc: Transfer Application file T-12476  
Joel M. Plahn, District 16 Watermaster (*via e-mail*)  
Steven P. Applegate, Agent for the applicant (*via e-mail*)  
Pearlstad Vineyards, LLC; Ken Pearlman, Proprietor, Receiving Landowner (*via e-mail*)  
John M. Rehm, CWRE #69277 (*via e-mail*)

**BEFORE THE WATER RESOURCES DEPARTMENT  
OF THE  
STATE OF OREGON**

In the Matter of Transfer Application            )    **PRELIMINARY DETERMINATION**  
T-12476, Polk County                            )    **PROPOSING APPROVAL OF A**  
  )    **CHANGE IN PLACE OF USE**

**Authority**

Oregon Revised Statutes (ORS) 540.505 to 540.580 establish the process in which a water right holder may submit a request to transfer the point of diversion, place of use, or character of use authorized under an existing water right. Oregon Administrative Rules (OAR) Chapter 690, Division 380 implement the statutes and provides the Department’s procedures and criteria for evaluating transfer applications.

**Applicant**

POWELL FAMILY TRUST;  
OLSON FAMILY TRUST;  
MARK W. OLSON FAMILY TRUST  
6750 BETHEL RD  
RICKREAL, OR 97371

**Receiving Landowner**

PEARLSTAD VINEYARDS, LLC  
KEN PEARLMAN PROPRIETOR  
203 GIRANELLI AVE  
HALF MOON BAY, CA 94019

**Findings of Fact**

1. On September 14, 2016, POWELL FAMILY TRUST; OLSON FAMILY TRUST; MARK W. OLSON FAMILY TRUST filed an application to change the place of use under Certificate 91806. The Department assigned the application number T-12476.
2. PEARLSTAD VINEYARDS, LLC; KEN PEARLMAN PROPRIETOR is the receiving landowner who will be responsible for completion of the changes.
3. Notice of the application for transfer was published on September 20, 2016, pursuant to OAR 690-380-4000. No comments were filed in response to the notice.
4. The portion of the right to be transferred is as follows:
  - Certificate:** 91806 in the name of PHILIP R. OLSON, MARK W. OLSON, DONALD S. POWELL (perfected under Permit S-11478)
  - Rate/Use:** 0.005 FOR DOMESTIC USE FOR ONE FAMILY AND 0.013 FOR IRRIGATION OF 1.0 ACRE
  - Priority Date:** OCTOBER 30, 1934
  - Limit/Duty:** The amount of water used for irrigation, together with the amount secured under any other right existing for the same lands, shall be limited to ONE-EIGHTIETH of one cubic foot per second, or its equivalent for each acre

Pursuant to OAR 690-380-4030, any person may file a protest or standing statement within 30 days after the last date of publication of notice of this preliminary determination.

irrigated, and shall be further limited to a diversion of not to exceed 2.5 acre-feet per acre for each acre irrigated during the irrigation season of each year.

**Source:** A SPRING, tributary of an UNNAMED STREAM

**Authorized Point of Diversion:**

Twp	Rng	Mer	Sec	Q-Q	Measured Distances
6 S	4 W	WM	15	SW SE	140 FEET NORTH AND 710 FEET EAST FROM THE NE CORNER OF DLC 44

**Authorized Place of Use:**

DOMESTIC					
Twp	Rng	Mer	Sec	Q-Q	DLC
6 S	4 W	WM	22	SW NW	44

IRRIGATION						
Twp	Rng	Mer	Sec	Q-Q	DLC	Acres
6 S	4 W	WM	22	SW NW	44	1.00

5. Transfer Application T-12476 proposes to change the place of use of the right to:

DOMESTIC					
Twp	Rng	Mer	Sec	Q-Q	DLC
6 S	4 W	WM	22	SE NW	44

IRRIGATION						
Twp	Rng	Mer	Sec	Q-Q	DLC	Acres
6 S	4 W	WM	22	SE NW	44	1.00

**Transfer Review Criteria [OAR 690-380-4010(2)]**

6. Water has been used within the last five years according to the terms and conditions of the right. There is no information in the record that would demonstrate that the right is subject to forfeiture under ORS 540.610.
7. A pump, pipeline, and sprinkler system sufficient to use the full amount of water allowed under the existing right were present within the five-year period prior to submittal of Transfer Application T-12476.
8. The proposed change would not result in enlargement of the right.
9. The proposed change would not result in injury to other water rights.
10. All other application requirements are met.

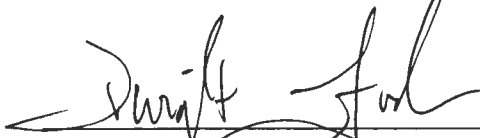
**Determination and Proposed Action**

The change in place of use proposed in Transfer Application T-12476 appears to be consistent with the requirements of ORS 540.505 to 540.580 and OAR 690-380-5000. If protests are not filed pursuant to OAR 690-380-4030, the transfer application will be approved.

*If Transfer Application T-12476 is approved, the final order will include the following:*

- 1. The change in place of use proposed in Transfer Application T-12476 is approved.*
- 2. The right to the use of the water is restricted to beneficial use at the place of use described, and is subject to all other conditions and limitations contained in Certificate 91806 and any related decree.*
- 3. Water right Certificate 91806 is cancelled. A new certificate will be issued describing that portion of the right not affected by this transfer.*
- 4. The former place of use of the transferred right shall no longer receive water under the right.*
- 5. Full beneficial use of the water shall be made, consistent with the terms of this order, on or before **October 1, 2020**. A Claim of Beneficial Use prepared by a Certified Water Right Examiner shall be submitted by the applicant to the Department within one year after the deadline for completion of the change and full beneficial use of the water.*
- 6. After satisfactory proof of beneficial use is received, a new certificate confirming the right transferred will be issued.*

Dated at Salem, Oregon this 6 day of March 2017.



Dwight French, Water Right Services Administrator, for  
Thomas M. Byler, Director  
Oregon Water Resources Department

This draft Preliminary Determination was prepared by Arla Heard. If you have questions about the information in this document, you may reach me at 503-986-0860 or Arla.L.Heard@oregon.gov.

*Protests should be addressed to the attention of Water Rights Services Division, Water Resources Department, 725 Summer St. NE, Suite A, Salem, OR 97301-1266.*

**Notice Regarding Service Members:** Active duty service members have a right to stay proceedings under the federal Service Members Civil Relief Act, 50 U.S.C. App. §§501-597b. You may contact the Oregon State Bar or the Oregon Military Department for more information. The toll-free telephone number for the Oregon State Bar is: 1 (800) 452-8260. The toll-free telephone number of the Oregon Military Department is: 1 (800) 452-7500. The Internet address for the United States Armed Forces Legal Assistance Legal Services Locator website is: <http://legalassistance.law.af.mil>