

Name Steve Palfy
 By Squaw Creek I.D.
 Address 69286 Holmes Road 18363 Fadjur Lane
Redmond, OR 97756

4074

DESCRIPTION OF WATER RIGHT

Name of stream Squaw Creek
 Trib. of _____ County of Deschutes
 Use _____
 Quantity of water _____ No. of acres 52²
 Name of ditch Squaw Cr. Irr. Canal
 Date of priority 1895
 In name of _____
Squaw Creek Adjudication, Vol. 1, page 83
 App. No. _____ Per. No. _____ Cert. No. 302
 Certificate cancelled _____
 Notation made on record by _____

Change in POU
 Date filed Oct 13, 1978
 Date of hearing _____
 Place of hearing _____
 Date of order 6-11-80 Vol. 33, page 315
ext
 Date for application of water 10-1-81 10-1-82
MAR 07 1989
 Proof mailed _____
 Proof received _____
 Certificate issued _____ Vol. _____, page _____

to per 11/82

REMARKS

SEE T-3888

See T-5711

Cancel part of S-3 (Warren Edmunds) Sp Or V32 p622 - original Certs 302 & 850

W.R.I.S.	
Assembled	<u>4-8-82</u> by <u>SRA</u>
Entered	_____ by _____
Verified	_____ by _____

FEES PAID

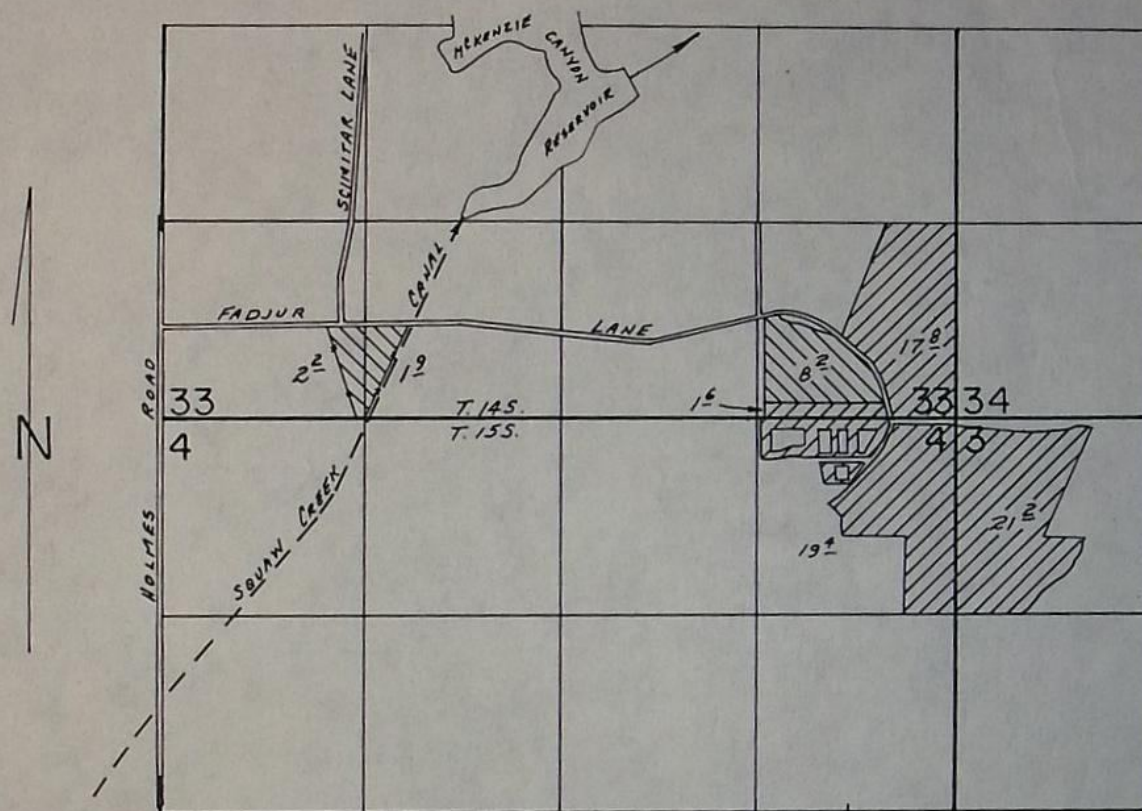
Date	Amount	Receipt No.
<u>10-13-78</u>	<u>35⁵⁰</u>	<u>6704</u>
	<u>2.00</u>	<u>from 6703 (T-4073)</u>
TOTAL . . .		
	Cert. Fee	

FEES REFUNDED

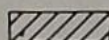

Date	Amount	Check No.

TO BE ENTERED WHEN CHECKED	INDEX CARD:	Entered	Checked
<input checked="" type="checkbox"/>	Name	<u>Scj</u>	
<input checked="" type="checkbox"/>	Stream	<u>Scj</u>	
<input checked="" type="checkbox"/>	Pt. of Div.		
<input checked="" type="checkbox"/>	Calendar	<u>Scj</u>	
<input checked="" type="checkbox"/>	CHECKED TO RECORD:		
<input checked="" type="checkbox"/>	Typed Name	<u>SRA</u>	
<input checked="" type="checkbox"/>	Deputy-Adm.	<u>SRA</u>	
<input checked="" type="checkbox"/>	Deputy-Asst.	<u>SRA</u>	
<input checked="" type="checkbox"/>	Cert. of W.R.	<u>SRA</u>	
<input type="checkbox"/>	Per. Folder		
<input type="checkbox"/>	Chaindex		
<input type="checkbox"/>	Cross Ref.		
<input checked="" type="checkbox"/>	Power Chain	<u>Scj</u>	
<input type="checkbox"/>	Abstracts		

T.14&15S., R.11E., W.M.



SCALE: 1" = 1320'

 T-4074
 T-5711

FINAL PROOF SURVEY UNDER

Transfer Nos. 4074 & 5711

IN NAME OF

ROBERT L. STEPHENSON & STEVE PALFY

Surveyed Aug. 24, 1987, by M. J. MATTICK

BEFORE THE WATER RESOURCES DIRECTOR OF OREGON

DESCHUTES COUNTY

IN THE MATTER OF THE APPLICATION)
OF STEVE PALFY (SQUAW CREEK)
IRRIGATION DISTRICT) FOR APPROVAL)
OF A CHANGE IN PLACE OF USE OF)
WATER)

ORDER APPROVING
TRANSFER NO. 4074

On October 13, 1978, an application was filed in the office of the Water Resources Director by Steve Palfy for approval of a change in place of use of water from Squaw Creek, pursuant to the provisions of ORS 540.510 to 540.530.

The certificate recorded at page 302, Volume 1, State Record of Water Right Certificates, in the name of Squaw Creek Irrigation Company, describes a right tabulated in the name of Alex Thompson, which includes the use of water from Squaw Creek for irrigation of 22.0 acres in SW 1/4 SW 1/4 of Section 33, Township 14 South, Range 11 East, W.M., with a date of priority of November 11, 1895.

As modified in accord with the provisions of orders of the State Engineer entered February 23, 1934, approving transfer application No. D-5 and entered October 19, 1936, approving transfer application No. S-12, a part of the right previously described by said certificate recorded at page 302 tabulated in the name of W. F. Fryrear, now exists for the use of water from Squaw Creek for the irrigation of, among other lands, 30.0 acres in SE 1/4 SW 1/4 of said Section 33, with a date of priority of November 11, 1895.

As modified in accord with the provisions of an order of the Water Resources Director entered September 15, 1978, approving transfer application No. 3888, a right now exists for the use of water from Squaw Creek for the irrigation of, among other lands, 4.0 acres in NE 1/4 SW 1/4 of said Section 33, with a date of priority of November 11, 1895, and 4.0 acres in NE 1/4 SW 1/4 of said Section 33, with a date of priority of 1895.

The applicant herein, owner of the lands above described, proposes to transfer the water right therefrom, without loss of priority, to a certain 20.0 acres in NW 1/4 NW 1/4, Section 3 and 40.0 acres in NE 1/4 NE 1/4, Section 4, Township 15 South, Range 11 East, W.M.

The lands involved herein are within the boundaries of the Squaw Creek Irrigation District and the Board of Directors of said District approved the proposed change in place of use at a meeting held in August, 1978.

Mr. Robert F. Main, Jr., Watermaster, has filed a statement to the effect that the proposed change in place of use may be made without injury to existing rights.

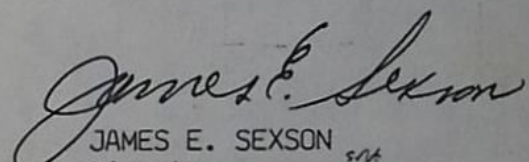
No objections having been filed and it appearing that the proposed change in place of use of water may be made without injury to existing rights, the application should be approved.

NOW, THEREFORE, it hereby is ORDERED that the requested change in place of use of water, as described herein, without loss of priority, is approved.

It is FURTHER ORDERED that said water so transferred shall be applied to beneficial use on or before October 1, 1981.

It is FURTHER ORDERED that upon proof satisfactory to the Water Resources Director of complete application of water to beneficial use on the lands to which the water is transferred hereby, a certificate of water right shall be issued to Squaw Creek Irrigation District confirming this and prior changes within the District.

Dated at Salem, Oregon this 11th day of June, 1980.


JAMES E. SEXSON
Director

BEFORE THE WATER RESOURCES DIRECTOR OF OREGON

DESCHUTES COUNTY

IN THE MATTER OF CANCELLATION)
OF A PORTION OF A WATER RIGHT)
IN THE NAME OF SQUAW CREEK)
IRRIGATION DISTRICT)

O R D E R

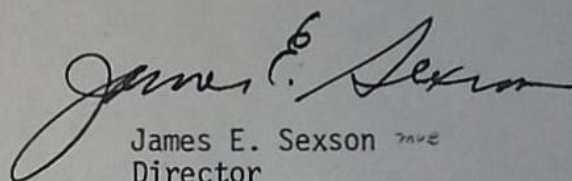
On August 27, 1979, Steve Palfy and on October 16, 1979 Bonnie L. Palfy, submitted affidavits that they are the owners of a certain water right and the lands to which the water right is appurtenant; that they have abandoned any and all interest in and to the said water right and request the same be canceled.

The water right in question was established by Decree of Circuit Court for Deschutes County, entered May 1, 1911 and September 19, 1914 in the Matter of the Determination of the Relative Rights of the Use of the Waters of Squaw Creek, tabulated in the name of R.R. Johnson at Page 127, Volume 1, and in the name of W. Edmunds at Page 475, Volume 1, Order Record of the Water Resources Director. The water right being a portion of the right described by the certificate recorded at Page 302d, Volume 1, State Record of Water Right Certificates, in the name of Squaw Creek Irrigation Company, as being for the use of not to exceed 0.31 cubic foot per second of water from Squaw Creek, with a date of priority of November 1904, for the irrigation of 15.5 acres in NW $\frac{1}{4}$ NW $\frac{1}{4}$ Section 33, Township 14 South, Range 11 East, W.M.; and being a portion of the right described by the certificate recorded at Page 850b, Volume 1, State Record of Water Right Certificates also in the name of Squaw Creek Irrigation Company as being for the use of not to exceed 0.49 cubic foot per second of water from Squaw Creek, with a date of priority of 1904, for the irrigation of 13.0 acres in SW $\frac{1}{4}$ SE $\frac{1}{4}$ Section 29, 3.0 acres in NE $\frac{1}{4}$ NE $\frac{1}{4}$ Section 32, 8.5 acres in NW $\frac{1}{4}$ NW $\frac{1}{4}$ Section 33, Township 14 South, Range 11 East, W.M., which right was modified under the provision of the order of the State Engineer dated September 11, 1930 approving transfer application S-3 which changed the place of use from the above described lands to the NE $\frac{1}{4}$ NE $\frac{1}{4}$ Section 4, Township 15 South, Range 11 East, W.M.

ORS 540.621 provides that: "Whenever the owner of a perfected and developed water right certifies under oath to the Water Resources Director that the water right has been abandoned by him and that he desires cancellation thereof, the Water Resources Director shall enter an order canceling the water right."

NOW, THEREFORE, it is hereby ORDERED that the said water right, being a portion of the right described by the certificates recorded at Pages 302d and 850b, Volume 1, State Record of Water Right Certificates as modified by the provisions of an order of the State Engineer entered September 11, 1930, approving transfer application No. S-3, is canceled.

Dated at Salem, Oregon, this 16th day of January, 1980.


James E. Sexson
Director

STATE OF OREGON
COUNTY OF Deschutes

Proof of Appropriation of Water

Name: Steve Palfy
Address: % Squaw Creek Irr. Dist.
68810 Holmes Road
Sisters, OR 97759
Source of Supply: Squaw Creek
Permit: _____ Transfer: T-1074 & T-5711
Tributary of: Deschutes River
Amount of Water: _____
Priority Date: November 11, 1985
Use: irrigation of 68.2 acres
Location and Point of Diversion: Squaw Creek Canal

The description of land given below and as shown on the attached map corresponds to that found to be irrigated:

8.2 acres SE $\frac{1}{4}$ SE $\frac{1}{4}$ (T-5711)
19.4 acres SE $\frac{1}{4}$ SE $\frac{1}{4}$ (T-1074)
Sec 33
T. 14 S., R. 11 E., W. 1 M.
21.2 acres NW $\frac{1}{4}$ NW $\frac{1}{4}$ (T-1074)
Section 3
19.4 acres NE $\frac{1}{4}$ NE $\frac{1}{4}$ (T-1074)
Section 4
T. 15 S., R. 11 E., W. 1 M.

I have read the above and foregoing proof of appropriation of water defining the extent of use of water under the change of in place of use approved by the orders of the Water Resources Dir. entered June 11, 1980; I know the contents thereof, and that the facts therein stated are true. and Nov 12, 1985

IN WITNESS WHEREOF, I have hereunto set my hand this _____ day of _____
198__.

Legal owner of the above described lands

15-11-33-

8 acres water

RECEIVED

DEC - 6 1988

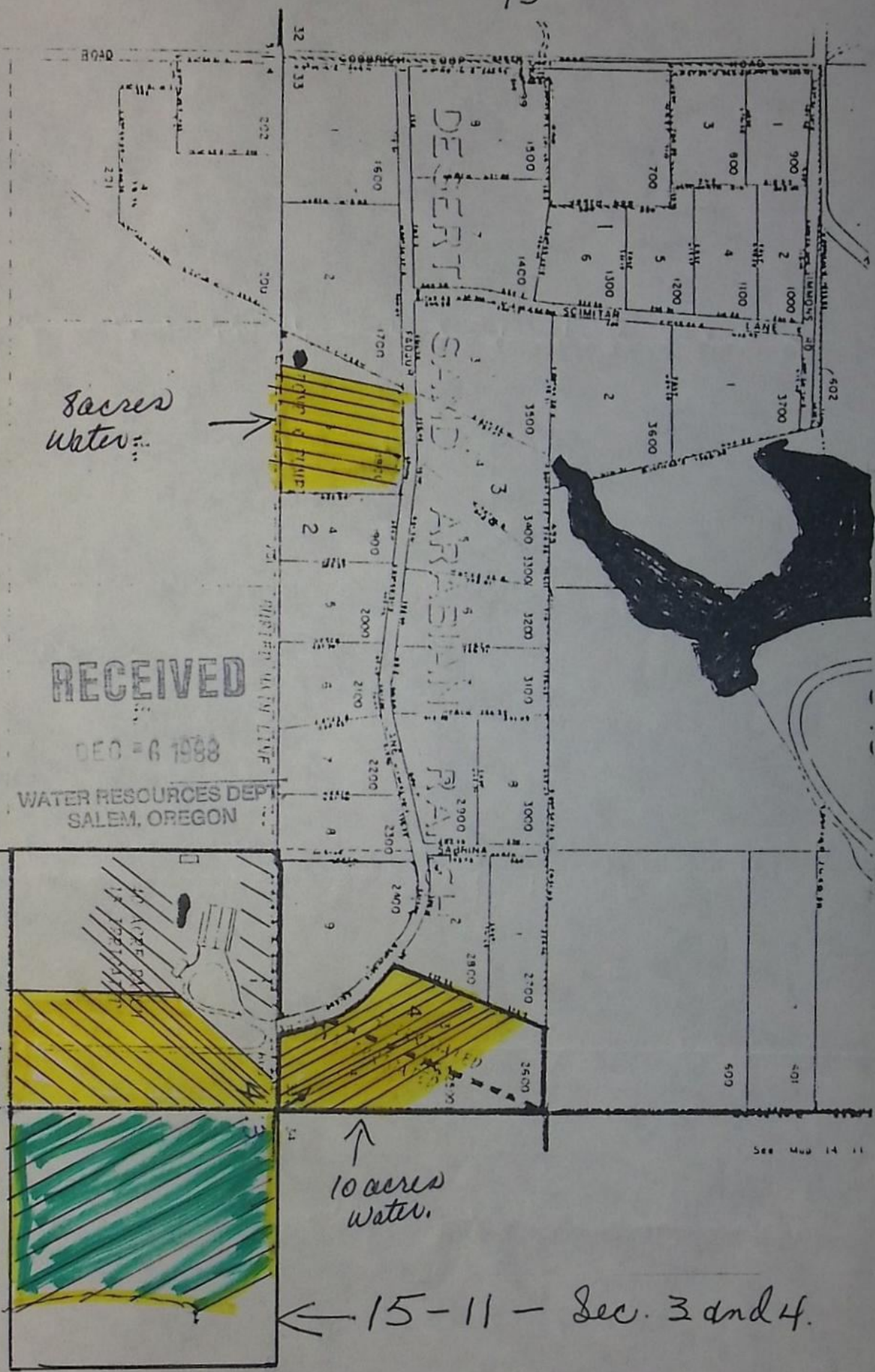
WATER RESOURCES DEPT
SALEM, OREGON

15 acres water

30 acres water

10 acres water

15-11 - Sec. 3 and 4.



REPORT ON INSPECTION OF TRANSFER
OF WATER RIGHT FOR CHANGE IN:

POD

POLL

USE

Add'l POD WATER RESOURCES DEPT.
SALEM, OREGON

SALEM, OREGON

County Deschutes

Transfer No. 4024

Old Certificate No. 302

Name Steve Palmer / SC 10 10

Address 18363 ¹⁹ 7th Avenue Lane, Redmond, 97756

2. Source of Water Savage Creek Trib of _____

3. Use m/60° ac

4. Amount of Water

5. Priority Date 1895

6. Proposed Point of Diversion

7. Completion Date 10-1-82

8. Place of Use:

Township	Range	Section	Forty Acre Tract	Use for Which Transfer Made
15 S	11 E	3	NW NW	20⁰ ac
		4	NE NE	40⁰
14 S	11 E	33	SE ⁴ SE ⁴	18⁰ 19 ⁶
15 S	11 E	3	NW ⁴ NW ⁴	21 ⁰
		4	NE ⁴ NE ⁴	19 [±]
				60 ⁰
3 NCR				
4 NCR				
SE 33	95 1909	93 1209		
SE 33		93 1304		
SE 33		93 1404		
SE 33		93 1504		
SE 33		93 1604		
SE 33		93 1704		
SE 33		93 1804		
SE 33		93 1904		
SE 33		93 2004		
SE 33		93 2104		
SE 33		93 2204		
SE 33		93 2304		
SE 33		93 2404		
SE 33		93 2504		
SE 33		93 2604		
SE 33		93 2704		
SE 33		93 2804		
SE 33		93 2904		
SE 33		93 3004		
SE 33		93 3104		
SE 33		93 3204		
SE 33		93 3304		
SE 33		93 3404		
SE 33		93 3504		
SE 33		93 3604		
SE 33		93 3704		
SE 33		93 3804		
SE 33		93 3904		
SE 33		93 4004		
SE 33		93 4104		
SE 33		93 4204		
SE 33		93 4304		
SE 33		93 4404		
SE 33		93 4504		
SE 33		93 4604		
SE 33		93 4704		
SE 33		93 4804		
SE 33		93 4904		
SE 33		93 5004		
SE 33		93 5104		
SE 33		93 5204		
SE 33		93 5304		
SE 33		93 5404		
SE 33		93 5504		
SE 33		93 5604		
SE 33		93 5704		
SE 33		93 5804		
SE 33		93 5904		
SE 33		93 6004		
SE 33		93 6104		
SE 33		93 6204		
SE 33		93 6304		
SE 33		93 6404		
SE 33		93 6504		
SE 33		93 6604		
SE 33		93 6704		
SE 33		93 6804		
SE 33		93 6904		
SE 33		93 7004		
SE 33		93 7104		
SE 33		93 7204		
SE 33		93 7304		
SE 33		93 7404		
SE 33		93 7504		
SE 33		93 7604		
SE 33		93 7704		
SE 33		93 7804		
SE 33		93 7904		
SE 33		93 8004		
SE 33		93 8104		
SE 33		93 8204		
SE 33		93 8304		
SE 33		93 8404		
SE 33		93 8504		
SE 33		93 8604		
SE 33		93 8704		
SE 33		93 8804		
SE 33		93 8904		
SE 33		93 9004		
SE 33		93 9104		
SE 33		93 9204		
SE 33		93 9304		
SE 33		93 9404		
SE 33		93 9504		
SE 33		93 9604		
SE 33		93 9704		
SE 33		93 9804		
SE 33		93 9904		
SE 33		93 1004		

Info: Mrs Palfy.

Have lived here for ≈ 9 years, the first 6 years they lived on the NW NW sec 3. Then they sold that 40 to the Maxwells and moved to the NENE of 4. The portion in sec 3 is irr. wt. same system as rest.

They also irrigate $\approx 3/4$ of SE SE sec 3.

Source: A. C. Durr. Dist. pump from pond just E of main canal in SE SW sec 33

Motor Marathon Electric 50hp

Pump Cornel $6\frac{1}{2}$ " x 6"

Pipes: 3 $\frac{1}{4}$ mile w/l - 40' sections $1\frac{1}{4}$ " lds.

also enough h/l to solid set to the 2 triangles not covered by w/l on E side of 40 in sec. 3.

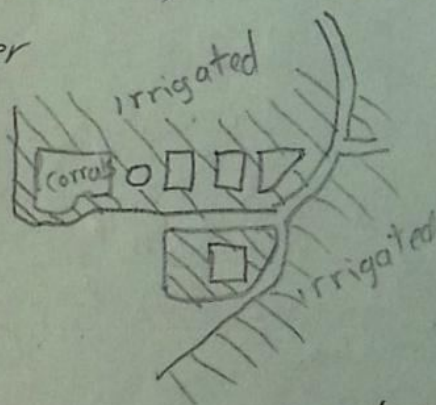
Buried M/L from pump & all over property

Uses: alfalfa & grass for hay, also lawn around corral

Lift: ≈ 6 ft.

TIE: 179-27 R photo survey wt. chain survey on part.

Diagram for Drafter
corral area



8/29/87

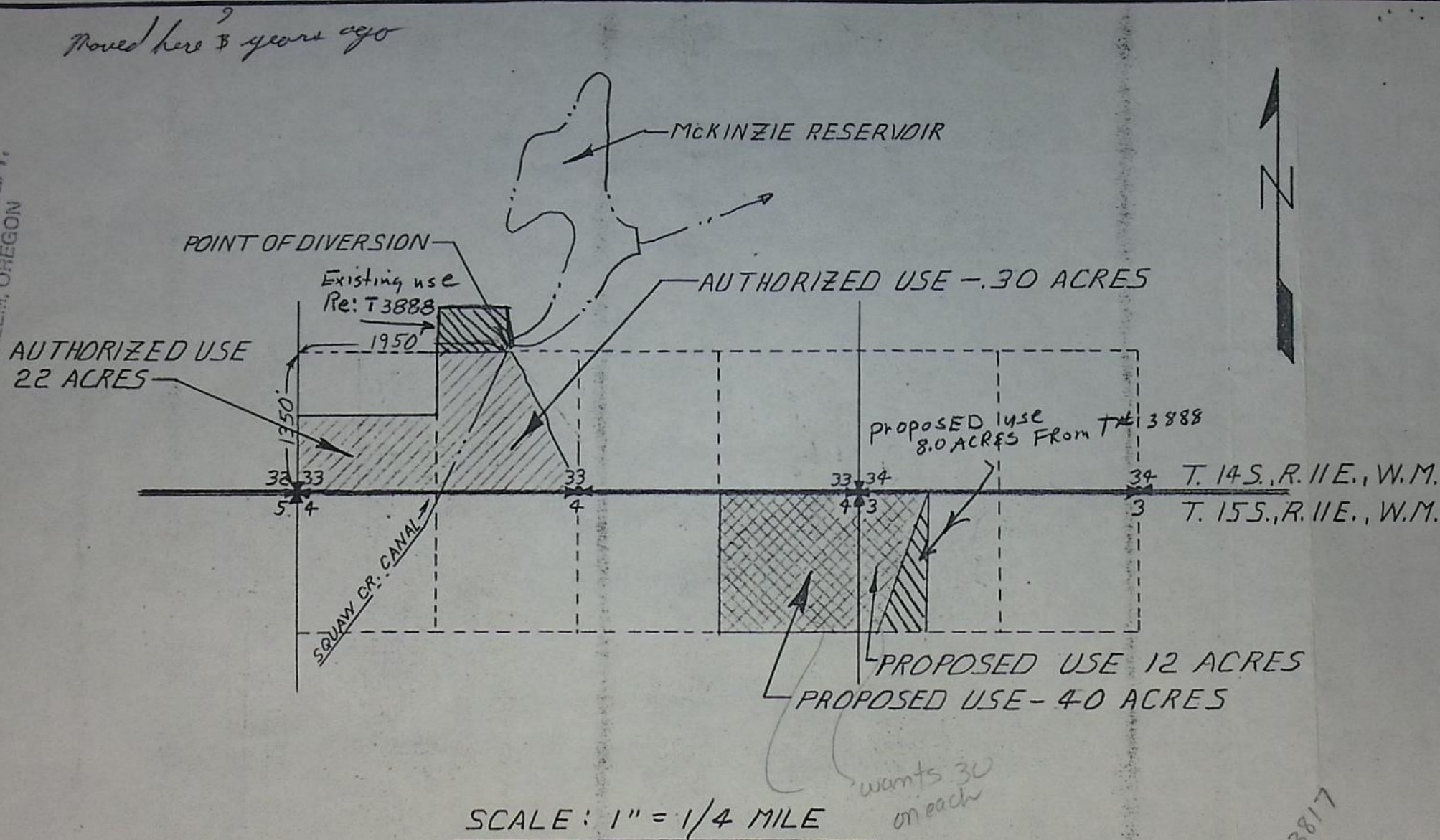
Michael J. Mathews

F.O.I.

RECEIVED

JAN - 6 1989 T-4074

WATER RESOURCES DEPT.
SALEM, OREGON



RECEIVED

AUG 27 1979

WATER RESOURCES DEPT
SALEM, OREGON

RECEIVED

MAR 17 1980

WATER RESOURCES DEPT
SALEM, OREGON

Scale Date Survey By Drawn By Order No 78455

Sun Country Engineering & Surveying, Inc

548-3817

INFORMATION COPY



RAYMOND E. OMAN
PROFESSIONAL LAND SURVEYOR
WATER RIGHTS EXAMINER
LLB
OR.: PLS-702; WRE-098
WV : PLS-23

ph.: 389-4672

60898 Ridge Drive
Bend, OR-97702

RECEIVED

JAN 17 1989

WATER RESOURCES DEPT.
SALEM, OREGON

Principals:

Steve Palfy
Bonnie Palfy
Don Johnson

Tax Lots 14-11-33-1400, -1500,
-2400, -2500, -2600 and
15-11-4-600

True value pending completion of a water transfer survey when on-going transfers #T-4074 & T-5711 have been completed by the State Water Resources Dept. allowing for future water transfers between the principals.

TL 14-11-33-2400 (Lot 9, Block 2) will have a tentative 9.8 acres of water per the Preliminary Draft of the Final Proof Survey. Any water transfer from this property will be at Johnson's option once the land sales contracts are complete. This exceeds the 5 acres intended to be applied by some 4.8 acres. Palfy agreed to transfer some 13.0 acres of water to Johnson in all. Thus, there remains a balance of 3.2 acres of water due Johnson.

Palfy intended for 30.0 acres of water to be transferred to Maxwell on TL 15-11-1101. However, the State has only allowed an allotment of 21.0 acres, a shortage of some 9.0 acres.

There are 17.8 acres shown on TL's 2500, 2600 & 2700 (Lots 4, 3 & 1 of Block 4). 0.4 acre has been inadvertently transferred to TL 2700 because of the showing of beneficial use. The only way this water can be retrieved is administratively by the state or a transfer from the landowner. Palfy intends to retain 10.0 acres of water on TL's 2500 & 2600 with a surplus of 7.4 acres available for transfer to Maxwell.

It is intended to retain 15.0 acres of water on TL15-11-4-600 with a surplus available for transfer of 4.4 acres of which 3.2 acres would go to Johnson and 1.2 acres would be available for transfer to Maxwell.

Further negotiations with Maxwell may result in reduced transfers if he feels that he has a sufficient supply. I have had no discussions with Maxwell inasmuch as this matter should be between Palfy and Maxwell.

SESE 33
82
118
OK

INFORMATION COPY



RAYMOND E. OMAN
PROFESSIONAL LAND SURVEYOR
WATER RIGHTS EXAMINER
LLB
OR.: PLS-702; WRE-098
WV : PLS-23

ph.: 389-4672

60898 Ridge Drive
Bend, OR-97702

12 January 1989

Steve Applegate
Water Resources Dept.
3850 Portland Rd., NE
Salem, OR-97310

RECEIVED

JAN 17 1989

WATER RESOURCES DEPT
SALEM, OREGON

in re: Water Transfers T-4074 & T-5711

According to Bob Main, apparently there is an abandoned 1904 Water Right on the Steve Palfy lands covered in the above transfers that requires Palfy's signature to purge the record before the Final Proof can be completed.

Has any correspondence been directed to Palfy in this regard?
If not, or perhaps if previously misdirected, a hopefully viable address is:

Steve Palfy
P.O. Box 1501
Bend, OR-97709

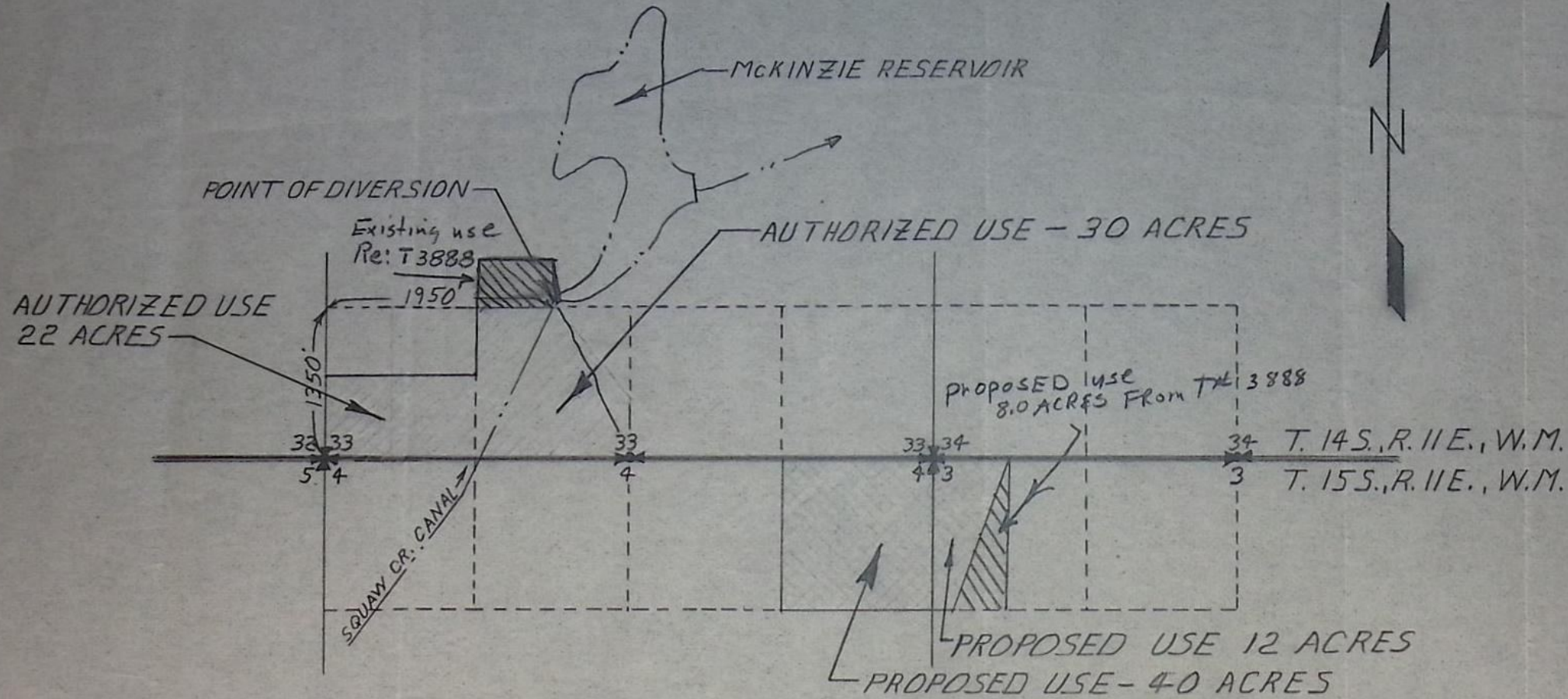
Sincerely,

A handwritten signature in dark ink, appearing to be "Steve Palfy", with a long horizontal line extending to the right.

copies to:

Steve Palfy
Gary Everett, Broker, Frank Ruegg Realty
Bob Main, Watermaster, Dist. 11

T-4074



SCALE: 1" = 1/4 MILE

RECEIVED

AUG 27 1979

WATER RESOURCES DEPT
SALEM, OREGON

RECEIVED

MAR 17 1980

WATER RESOURCES DEPT
SALEM, OREGON

Scale _____ Date _____ Survey By _____ Drawn By _____ Order No 78455

Sun Country Engineering & Surveying, Inc

SQUAW CR

NOTE: POU TENTATIVE, CHECK BEFORE ENTERING

WRT-0982-C1

*** OREGON WATER RESOURCES DEPARTMENT ***
 *** WATER RIGHTS DIVISION ***
 *** WATER RIGHT DATA INPUT FORM ***

 PAGE 1
 RUN ON: 3/20/81 AT: 9:08

 WATER RIGHT NO. 5000040741 PERMIT NO. 001083 CERTIF. NO. 0000302
 ORIG. NO. 000003021 PREV. NO. 000003021 SUPER. NO.

NAME: STEVE PALFY

ADDRESS: SCID, 68810 HOLMES RD

CITY/STATE/ZIP/COUNTY: REDMOND, OR 97756

STREAM-ID 05 1980 1220

RIV. MI.

WM. DIST. 01 W.R. TYPE SC STATUS V

CANCEL YEAR--->

CONSTR. COMPLT---> 10 01 1982

YR. LAST USED----->

NEXT ACTION DUE--->

PRIORITY-----> 11 11 1895

PUT TO USE-----> 10 01 1982

LAST TRANS. DATE--->

LAST TRANS. TYPE--->

APPLICATION---> 10 13 1978

SURVEYED----->

EXAM. FEE-----> 20.00

RECORDING FEE-----> 17.50

PERMIT ISSUE---> 06 11 1980

CONCURRENCE----->

CYCLE STATUS----->

REPORTED FLAG----->

CONSTR. STRT---> 06 11 1980

CERTIFIED----->

CORRES. INIT.----->

CORRES. DATE----->

 POINT-OF-DIVERSION DATA;
 TWP/SP RGE SECT QTR/QTR STREAM-ID

RIV. MI. RATE

STATUS S OR P

05 1980 1220

V P

 ** REMARKS; - - - - -
 ** DATED--->

 ** CHANGES POU PART OF SQUAW CREEK
 ** I.D. C-302 (8.D. 7c is T-3888).

 PLACE-OF-USE DATA:
 TWP/SP RGE SECT QTR/QTR CNTY USE % CNSMTV ACRES STATUS S OR P

1505 110E 03 B B 09 1R 100 30.00 V P

1505 110E 04 A A 09 1R 100 30.00 V P

W.R.I.S.

Assembled 7-8-85 by SQU

Entered _____ by _____

Verified _____ by _____

RECEIVED

AUG 02 1984

WATER RESOURCES DEPT
SALEM, OREGON

TELEPHONE
(503) 485-4211

HAROLD D. GILLIS
LAW OFFICE
NINTH FLOOR, 975 OAK STREET
SUITE 920
EUGENE, OREGON 97401

A PROFESSIONAL
CORPORATION

August 1, 1984

Mr. Samuel R. Allison
Supervisor, Transfer Section
Water Resources Department
555 - 13th Street, N.E.
Salem, Oregon 97310

Re: File No. T-4074

Dear Mr. Allison:

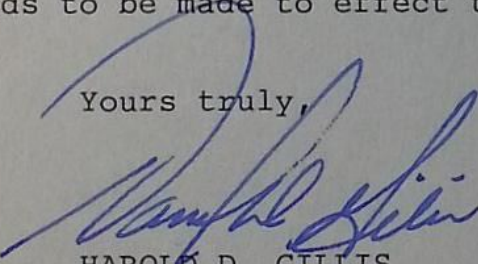
I represent Mr. Steve Palfy. During October, 1978 he received his application for transfer of water right seeking to transfer eight acres of water to the Northwest quarter of the Northwest quarter of Section 3, Township 15 South, Range 11 East.

Mr. Palfy wants to amend paragraph 13 of the application to read:

1. Thirty acres to be irrigated in the Northeast quarter of the Northeast quarter of Section 4, Township 15 South, Range 11 East.
2. Thirty acres to be irrigated in the Northwest quarter of the Northwest quarter of Section 3, Township 15 South, Range 11 East.

If a more formal application needs to be made to effect that change, please let me know.

Yours truly,


HAROLD D. GILLIS

HDG/dc

cc: Client
Squaw Creek Irrigation Dist.

RECEIVED

NOV 15 1982

WATER RESOURCES DEPT.
SALEM, OREGON

NOTICE OF COMPLETION OF CHANGE IN

place of use of water

point of diversion of water

use heretofore made of water

Under the Terms of TRANSFER APPLICATION 4074

I, Steve Palfy, hereby certify that completion of works
and use of water to the extent intended within the provisions of the order of the Water
Resources Director approving said water right transfer application was accomplished
by May 1st, 1982

11-8-82.

(date)

Steve Palfy
(signature)

(Mail to the Water Resources Department, Salem, Oregon 97310)

Application No.

Application for Extension of Time **RECEIVED**
for Transfer of Water Right SEP 11 1981

WATER RESOURCES DEPT
SALEM, OREGON

To the WATER RESOURCES DIRECTOR OF OREGON:

I, Steve PAIFY
(Name of applicant)
of ST. RR. 18363 FADJUR LANE, Redmond.
(Mailing address) (City)
State of Oregon. 97756 548,6945.
(Zip Code) (Phone number)

do hereby make application for an extension of time within which to complete
a change in: () point of diversion
(X) place of use
() use heretofore made of water

under the terms of an order of the Water Resources Director entered on
_____, 19____, approving transfer application No. 4074,
in the name of Steve PAIFY *.

The following has been accomplished toward completion of the
change within the time allowed, which expired on Oct 1, 1981:

3 PH. Power completed.

Pond. Completed.

none -
(If for irrigation, how many acres, total, are now irrigated)

*If you are not the applicant named above, please explain your interest in
this matter. _____

Ext to 10-1-82

SPB

To fully complete the change, it will be necessary to accomplish the following: Pump. installation. MAIN LINE.
I expect to have pump & main line
in place this FALL, for use next spring.

I am unable to complete the change under the terms of the order, within the time allowed, because of "money."

and request that the time for completion be extended to Oct 1- 82.

AFFIDAVIT OF APPLICANT

I, Steve Pardy, being first duly sworn, depose and say that I have read the above and foregoing application for extension of time; that I know the contents thereof, and the facts stated therein are true.

IN WITNESS WHEREOF, I have hereunto set my hand this 10th day of Sept, 1981.

Subscribed and sworn to before me this 10th day of Sept, 1981.

[Notarial Seal]

Cynthia S. Wedge
Notary Public for Oregon
My commission expires 5-4-82

MAIL COMPLETED APPLICATION AND FEE IN THE AMOUNT OF \$ 10.00

TO:

Water Resources Department
MILL CREEK OFFICE PARK
555 13th STREET N.E.
SALEM, OREGON 97310

Receipt # 27126
\$5.20
9-11-81

RECEIVED
MAR 17 1980
WATER RESOURCES DEPT
SALEM, OREGON

RECEIVED 1295
AUG 27 1979
WATER RESOURCES DEPT
SALEM, OREGON

25.50
T-4074
RECEIVED
OCT 13 1978
WATER RESOURCES DEPT.
SALEM, OREGON

Application for Transfer of Water Right

To the WATER RESOURCES DIRECTOR OF OREGON:

I, Steve Palfy
(Name of applicant)
of 69286 Holmes Road, Redmond,
(Mailing address) (City)
State of Oregon, 97756,
(Zip Code) (Phone number), do hereby make application for change
Place of use
(In point of diversion; place of use; use heretofore made of the water)

1. Is the water right recorded in your name? No, Squaw Creek Irrigation Co.
(If not, give name)
2. Was your water right determined by Decree of Court? Yes. If so, give title of proceedings
(Yes or No)
Squaw Creek Decree number of certificate 302
3. Was your water right acquired by Water Right Permit? No. If so, give number
(Yes or No)
of permit _____ Number of certificate _____

NOTE: If the entire right of record is not directly involved in the requested change, only that part of the right that is directly involved should be considered in answering the balance of the questions on this form.

4. The source of water is Squaw Creek Irrigation Canal
5. What is the date of priority of your water right? Nov. 11, 1895
6. The authorized point of diversion is located 1350 ft. N and 1950 ft. E from the SW
(N. or S.) (E. or W.)
corner of Section 33 being within the SW 1/4 NW 1/4 of Section 33 Tp. 14S R. 11E W. M.,
(No. N. or S.) (No. E. or W.)
in the county of Deschutes The name of the ditch used is Squaw Creek Canal

NOTE: Answer question if the application is for change in point of diversion.

7. The proposed point of diversion is located _____ ft. _____ and _____ ft. _____ from the _____
(N. or S.) (E. or W.)
corner of _____ being within the _____ 1/4 _____ 1/4 of Section _____ Tp. _____ R. _____ W. M.,
(No. N. or S.) (No. E. or W.)
in the county of _____ The name of the ditch to be used is _____

8. The use to which the water is applied is Irrigation
(Irrigation, Mining, Power, Manufacturing, etc.)

Location of area irrigated, or place of use if other than irrigation:

Township North or South	Range E. or W. of Willamette Meridian	Section	List 1/4-1/4 of Section	Number Acres To Be Irrigated
14	11	33	SW, SW	22) Cert #302 Squaw Creek Decree Vol.1, Page 126 Priority Nov. 11, 1895
14	11	33	SE, SW	30) Transferred in by SE Order Oct. 19, 1936.
14	11	33	NE SW 1/4 (+ # 3888) AC	Transfer No. S-12, Priority Nov. 11, 1895

(If more space required, attach separate sheet)

9. Are you the legal owner of the above described lands? Yes
(If not owner, explain your interest)

10. To your knowledge, has any portion of the water right above described undergone a period of five or more consecutive years of nonuse? No
(Yes or No)

NOTE: Answer questions 11, 12 and 13 if application is for change in use or place of use.

11. Are the lands from which you propose to transfer your water right free of all encumbrances, including taxes, mortgages, liens, etc.? No
(Answer Yes or No)

12. If not, give below a description of existing encumbrances:

NATURE OF ENCUMBRANCE	HELD BY	AMOUNT
(Please see title Ins. Copy.)		

13. The use to which the water is to be applied is Irrigation
(Irrigation, power, mining, manufacturing, domestic supplies, etc.)

Location of area to be irrigated, or place of use if other than irrigation:

Township North or South	Range E. or W. of Willamette Meridian	Section	List 1/4-1/4 of Section	Number Acres To Be Irrigated
15	11	4	NE 1/4, NE 1/4	40
15	11	3	NW 1/4, NW 1/4	12 + 8 = 20

(If more space required, attach separate sheet)

14. Reasons for the proposed changes arepart of parcel of land is being sold.....

Water rights are being transferred to unsold portion of parcel.

15. Construction work will be completed on or before July 1, ~~1979~~ 1981 *Laefy*

16. The water will be completely applied to the proposed use on or before July 1, ~~1979~~ 1981 *Laefy*

Remarks

Quinn Co. Irrigation Board of Directors meeting approval 8/28, J. Spear, Sec.

NOTE: THIS APPLICATION MUST BE ACCOMPANIED BY A MAP OR MAPS SHOWING THE BEFORE AND AFTER LOCATIONS OF THE POINT OF DIVERSION AND/OR PLACE OF USE, AS THE CASE MAY BE.

AFFIDAVIT OF APPLICANT

I, Steve Palfy, the applicant herein, being first duly sworn, depose and say that I have read the above and foregoing application for transfer of water right; that I know the contents thereof and that the statements therein made are true and correct to the best of my knowledge and belief.

In Witness Whereof, I have hereunto set my hand this 13 day of Sept, 1978.

Steve Palfy
(Name of applicant)

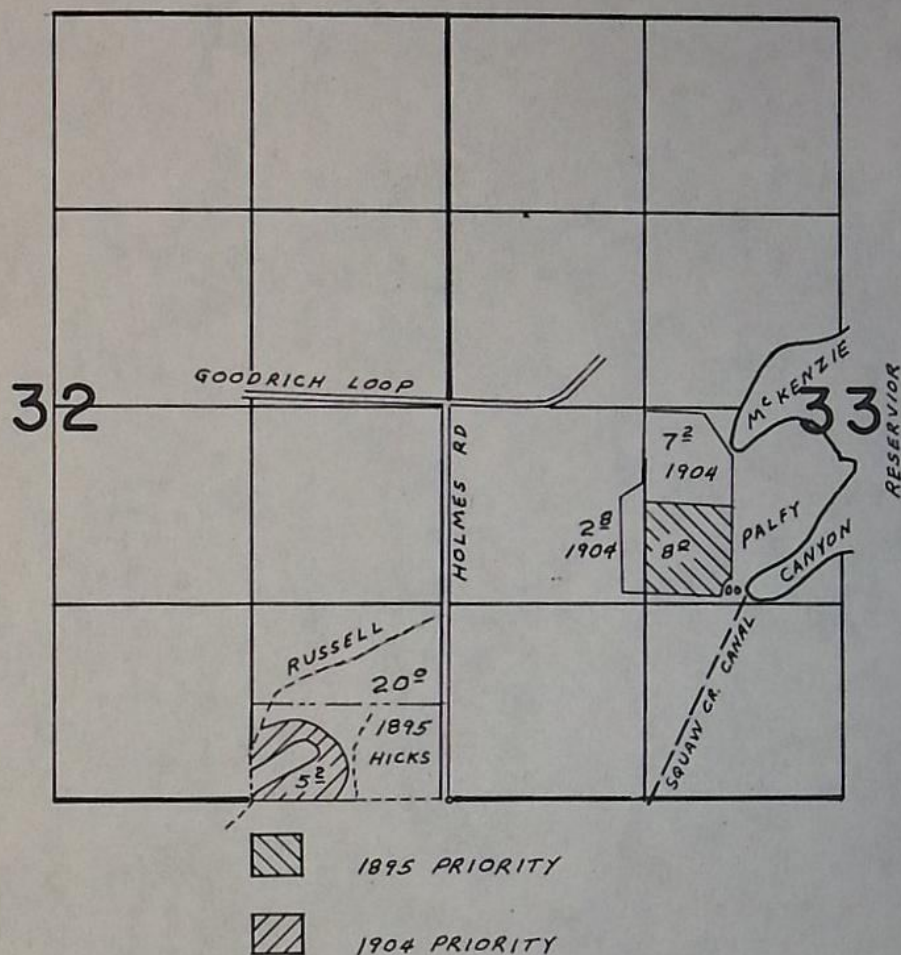
Subscribed and sworn to before me this 13 day of Sept., 1978.

Donna S. Kare
NOTARY PUBLIC FOR OREGON

My commission expires 9-20-81



T.14S. R.11E. W.M.



FINAL PROOF SURVEY UNDER

TRANSFER NO. 3888

Application No. Permit No.

IN NAME OF

STEVE PALFY

.....JOHN..B..BARBARA..HICKS.....

Surveyed MAY..28... 1980, by L.H.NUNN.....



STATE OF OREGON

INTEROFFICE MEMO

TO: TRANSFERS, WATER RIGHTS DIVISION

DATE: May 28, 1980FROM: ** Robert F. Main, Jr., WatermasterSUBJECT: WATER RIGHT TRANSFER APPLICATION NO. 4074IN THE NAME OF Steve Palfy

RECEIVED

JUN 2 1980

WATER RESOURCES DEPT
SALEM, OREGON

In my opinion the proposed change in place of use of water from Squaw Creek
MAY BE MADE WITHOUT INJURY WOULD RESULT IN INJURY* to an existing water right.

Headgate notices HAVE HAVE NOT been issued for diversion from the sources which
serves this right.

If for change in point of diversion, is there any intervening point of diversion
between the authorized and the proposed points of diversion? _____
(yes or no)

In my opinion, the order approving the subject transfer application should include
the following in regard to the appropriator installing suitable measuring devices
in the diversion works:

- ____ (1) PRIOR to the diverting of water at the new point of diversion . . .
X (2) When in the judgment of the watermaster it becomes necessary . . .

* The approval of this transfer application would result in injury to other water
rights because Final proof survey made on T#3888 this date. The land
was last irrigated when subdivision roads were put in, July 1979.

** [Signature]
Watermaster's signature or initials

Squaw Creek Irrigation District

STAR ROUTE
REDMOND, OREGON 97756

3/10/80

RECEIVED

Water Resources Deptment
Mill Creek Office Park
555 13th St. NE
Salem, OR 97310

Dear Mr. Allison,

In regards to T# 4074 for Steve Palfy of Squaw Creek Irrigation District, the Directors would like to inform you that 8.0 acres of water moved in T# 3888 has been successfully applied and is in use.

If there is any further questions please do not hesitate to contact us.

Thank you.

Sincerely,

Charles H. Tracsel

Charles Tracsel, Chairman

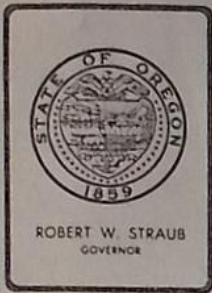
job

DATED:

March 14, 1980

NOTARIZED BY:

Janet Susan Barb



Water Resources Department
MILL CREEK OFFICE PARK

555 13th STREET N.E., SALEM, OREGON 97310

PHONE 378-3066

October 19, 1978

Steve Palfy
c/o Squaw Creek Irrigation District
Star Route
Redmond, Oregon 97756

RE: Files No. T-4073, T-4074

Dear Mr. Palfy:

Your two water right transfer applications for approval of changes in place of use of water from Squaw Creek, together with supporting maps and fees in the amount of \$68, were received October 13, 1978. Our receipts No. 6703 and 6704 are enclosed.

The application proposing a change for the 1904 priority has been assigned number 4073; for the 1895 priority, number 4074.

You have noted in item No. 10 of transfer application No. 4073, that a portion of the water right has undergone a period of five or more consecutive years of nonuse. If so, that portion of the water right would no longer be valid and it will be necessary to delete that portion of the water right from your application.

According to our records, the water right involved in transfer application No. 4073 was transferred in by an order of the State Engineer approving transfer No. S-3 and has, in part, a priority of 1904 and, in part, a priority of November, 1904. Also, according to our records, part of the water right involved in transfer application No. 4074 was involved in two earlier transfer proceedings, being the orders approving transfer applications No. D-5 and S-12. Also, all the water rights on transfer application No. 4074 would have the priority date of November 11, 1895. I have placed this information on the applications in pencil. If you agree, it should be entered in ink, or typed.

It will be necessary for you to further show on the map supporting application No. 4073, the lands to be covered by each priority date by shading in a different manner.

The map supporting application No. 4074 must be corrected to show the specific 30 acres in the SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 33 to be divested of the water right.

Palfy/Squaw Creek I.D.
Files No. T-4073, T-4074
Page 2

The applications must be supported by statements from the holders of the mortgages advising that they are in agreement with the proposed changes in place of use. It will also be necessary to submit copies of the deeds showing current ownership of the lands from which the water rights are being transferred.

The title insurance report submitted only refers to lands in Section 33, so items No. 11 and 12 on application No. 4073 must be completed to advise of any encumbrances on lands involved in Section 4.

I am returning transfer applications No. 4073 and 4074 and the two supporting maps for completion.

Sincerely,

Wayne J. Overcash
Water Rights Engineer

WJO:lcj

TOWNSHIP 15 S, RANGE 11 E, W. M.

SECTION 3

NE				NW				SW				SE				APPLICATION NUMBER	PERMIT NUMBER	CERTIFICATE NUMBER
LOT 1	LOT 2	LOT 3	LOT 4	LOT 3	LOT 4	LOT 5	LOT 6	LOT 7	LOT 8	LOT 9	LOT 10	LOT 11	LOT 12	LOT 13	LOT 14			
ACREAGE IN LOT OF				LEGAL SUBDIVISION AS SHOWN ON GOVERNMENT PLAT IF OTHER THAN 40 ACRES														
40 ⁸¹ 40 ⁷⁰				40 ⁶⁰ 40 ⁵⁰														
				26 ⁵												Squaw Ck		850-6
				26 ⁵ out												Special Or. Vol. 2 Page 96		
				26 ⁵ in												Special Or. Vol. 2 Page 96		
				26 ⁵ out												Special Or. Vol. 2 Page 106		
				9.0														
				12 ⁰												T-4074		

(SEE BACK OF CARD FOR PLAT OF SECTION)

TOWNSHIP 15 S, RANGE 11 E, W. M.

SECTION 4

NE				NW				SW				SE				APPLICATION NUMBER	PERMIT NUMBER	CERTIFICATE NUMBER
LOT 1	LOT 2	LOT 3	LOT 4	LOT 3	LOT 4	LOT 5	LOT 6	LOT 7	LOT 8	LOT 9	LOT 10	LOT 11	LOT 12	LOT 13	LOT 14			
ACREAGE IN LOT OF				LEGAL SUBDIVISION AS SHOWN ON GOVERNMENT PLAT IF OTHER THAN 40 ACRES														
40 ¹⁸ 39 ⁰²				39 ⁰⁶ 38 ⁵⁰														
40			16													Squaw Ck		850-b
	13 ⁵	38 ⁵										6 ⁵	20	4 ⁵		Squaw Ck		850-e
	14 ⁵	1 ⁵		2	8	40	23	39	40	20	13 ⁵	8 ⁵	20	40	19 ⁵	Squaw Ck		302-b
				38	32		17	1		20	21 ⁵					Squaw Ck		850-g
out 40																Special Or. Vol. 2 Page 93		
in 3																Special Or. Vol. 2 Page 93		
in 13																Special Or. Vol. 2 Page 93		
in 24																Special Or. Vol. 2 Page 95		
40			16													Special Or. Vol. 2 Page 95		
			16													Special Or. Vol. 2 Page 95		
	28	40		40	40	40	40	40	40	40	35	15	40	40	24	39486	29312	36
				40	20	40	40	40	40	40	35					G-8344	7739	3
70 ⁰																T-4074		

(SEE BACK OF CARD FOR PLAT OF SECTION)

40⁰

T-4073 out

DESCHUTES COUNTY

IN THE MATTER OF THE APPLICATION)
OF DESCHUTES COUNTY FOR THE AP-)
PROVAL OF AN EXCHANGE OF WATER)
RIGHTS WITHIN THE SQUAW CREEK IRRIG-)
GATION DISTRICT)

ORDER APPROVING APPLICATION

Tr. No. D-5

WHEREAS on June 10, 1932 Deschutes County, by H. H. De Armond, County Judge, filed an application for the approval of an exchange of water rights within the Squaw Creek Irrigation District; and

WHEREAS Deschutes County has heretofore acquired title to the following described lands located within the boundaries of the Squaw Creek Irrigation District in Deschutes County, Oregon, through foreclosure of tax liens, to-wit:

<u>Description</u>	<u>Sec.</u>	<u>Twp.</u>	<u>Rge.</u>	<u>Acres</u>	<u>Water Right</u>
NW $\frac{1}{4}$ of the NE $\frac{1}{4}$	20	15	S.11 E.W.M.	28.0	Acres
SE $\frac{1}{4}$ of the NE $\frac{1}{4}$	"	"	"	24.5	"
SW $\frac{1}{4}$ of the NE $\frac{1}{4}$	"	"	"	25.5	"
NE $\frac{1}{4}$ of the SW $\frac{1}{4}$	"	"	"	21.0	"
NW $\frac{1}{4}$ of the SE $\frac{1}{4}$	"	"	"	30.0	"
Total				129	Acres

And WHEREAS, Chapter 267, Laws of Oregon for 1931, provides that when the title to lands within an Irrigation District has been acquired by the County through foreclosure of tax liens, the said County upon request of an Irrigation district in which said lands are located, shall have authority to make application for the transfer of such water rights to other lands, and

WHEREAS the Squaw Creek Irrigation District did on the 8th day of June, 1932, petition the County Court of Deschutes County, Oregon, to transfer the water rights of said lands to be made appurtenant to other lands within the district, to-wit:

<u>Description</u>	<u>Sec.</u>	<u>Twp.</u>	<u>Rge.</u>	<u>Acres</u>	<u>Water Right</u>
NE $\frac{1}{4}$ of the NW $\frac{1}{4}$	7	14	S. 12 E.W.M.	9	Acres
SE $\frac{1}{4}$ of the SW $\frac{1}{4}$	6	"	"	20	"
NE $\frac{1}{4}$ of the SW $\frac{1}{4}$	"	"	"	20	"
SE $\frac{1}{4}$ of the NW $\frac{1}{4}$	"	"	"	40	"
NE $\frac{1}{4}$ of the NW $\frac{1}{4}$	"	"	"	40	"
Total.....				129	Acres.

And WHEREAS the State Engineer having duly considered the matter and it appearing that no injury will result to any appropriator of water if such transfer is approved,

Now, therefore, IT IS HEREBY ORDERED that said exchange of water rights be and the same is hereby approved in accordance with the following tabulation:

: Total : No. Acres:
: area of: to be :
: water : trans- :
Priority: Sub-Div.: Sec. Twp. Rge.: right : ferred : Sub-Div.: Sec. Twp. Rge.: acres

*Decree
Vol. 1 p 125
To be in name
of the Engineer*

TRANSFERRED FROM		TRANSFERRED TO		No.	
Priority	Sub-Div.: Sec. Twp. Rge.	Priority	Sub-Div.: Sec. Twp. Rge.	Priority	Sub-Div.: Sec. Twp. Rge.
Cert. 302 p 125	Nov. 11, 1895	NW 1/4 NE 1/4	20 15 S 11 E 28 ✓	28 ✓	NE 1/4 NW 1/4 6 14 S 12 E 28 ✓
C-302	Nov. 11, 1895	SW 1/4 NE 1/4	20 15 S 11 E 16.5	16.5 ✓	NE 1/4 NW 1/4 6 14 S 12 E 12 ✓
C-350-C	1895	SW 1/4 NE 1/4	20 15 S 11 E 9	9 ✓	SE 1/4 NW 1/4 6 14 S 12 E 4.5 ✓
C-302	Nov. 11, 1895	SE 1/4 NE 1/4	20 15 S 11 E 4.5	4.5 ✓	SE 1/4 NW 1/4 6 14 S 12 E 9.0 ✓
C-350-C	1895	SE 1/4 NE 1/4	20 15 S 11 E 20	20 ✓	SE 1/4 NW 1/4 6 14 S 12 E 4.5 ✓
C-350-C	1895	NE 1/4 SW 1/4	20 15 S 11 E 21	21 ✓	SE 1/4 NW 1/4 6 14 S 12 E 20.0 ✓
					NE 1/4 SW 1/4 6 14 S 12 E 2 ✓
C-302	Nov. 11, 1895	NW 1/4 SE 1/4	20 15 S 11 E 7.5	7.5 ✓	NE 1/4 SW 1/4 6 14 S 12 E 19 ✓
C-350-C	1895	NW 1/4 SE 1/4	20 15 S 11 E 22.5	22.5 ✓	SE 1/4 SW 1/4 6 14 S 12 E 1 ✓
C-302	Nov. 1904	NE 1/4 NW 1/4	6 14 S 12 E 40	40 ✓	SE 1/4 SW 1/4 6 14 S 12 E 6.5 ✓
C-350-C	Nov. 1904	SE 1/4 NW 1/4	6 14 S 12 E 10.5	10.5 ✓	NE 1/4 NW 1/4 7 14 S 12 E 9 ✓
C-350-C	1904	SE 1/4 NW 1/4	6 14 S 12 E 5	5 ✓	NW 1/4 NE 1/4 20 15 S 11 E 28 ✓
					SW 1/4 NE 1/4 20 15 S 11 E 12 ✓
	Sept. 9, 1912	SE 1/4 NW 1/4	6 14 S 12 E 24.5	24.5 ✓	SW 1/4 NE 1/4 20 15 S 11 E 10.5 ✓
	1904	NE 1/4 SW 1/4	6 14 S 12 E 21.0	20 ✓	SW 1/4 NE 1/4 20 15 S 11 E 3.0 ✓
850-A p 473	-1904	SE 1/4 SW 1/4	6 14 S 12 E 27.0	20 ✓	NW 1/4 SE 1/4 20 15 S 11 E 2.0 ✓
850-A p 473	-1904	NE 1/4 NW 1/4	7 14 S 12 E 16	9 ✓	NE 1/4 SW 1/4 20 15 S 11 E 24.5 ✓
					NE 1/4 SW 1/4 20 15 S 11 E 20 ✓
					NE 1/4 SW 1/4 20 15 S 11 E 1 ✓
					NW 1/4 SE 1/4 20 15 S 11 E 19 ✓
					NW 1/4 SE 1/4 20 15 S 11 E 9 ✓

Dated at Salem, Oregon, this 23rd day of February, 1934.

*Noted on Decree Vol. 1 p 125, p 473 p 127
Certs. # 302 and 350.*

*(part retransferred -
See Sp. Or Vol 3, p. 437)*

B.

Chas E Stricklin
CHAS. E. STRICKLIN,
State Engineer.

BEFORE THE STATE ENGINEER OF OREGON
DESCHUTES COUNTY

IN THE MATTER OF THE APPLICATION)
OF SQUAW CREEK IRRIGATION DISTRICT)
FOR THE APPROVAL OF AN EXCHANGE)
OF WATER RIGHTS WITHIN THE DISTRICT.)

ORDER
APPROVING APPLICATION

Tr. No 5-12

WHEREAS, on September 21, 1936, the Squaw Creek Irrigation District filed an application for the approval of an exchange of water rights within the boundaries of said district, and

WHEREAS, there is a water right appurtenant to the NE $\frac{1}{4}$ NW $\frac{1}{4}$, Section 6, Township 14 South, Range 12 East, W.M., for the irrigation of 40 acres, with a date of priority of November 11, 1895, by virtue of an order of the State Engineer dated February 23, 1934, approving transfer of water right, and

WHEREAS, by an order of the State Engineer dated September 11, 1930, approving an application for transfer of water rights, a water right is appurtenant to the SE $\frac{1}{4}$ SW $\frac{1}{4}$, Section 33, Township 14 South, Range 11 East, W.M., for the irrigation of 37 acres with a date of priority of 1904 and 2.5 acres with a date of priority of November, 1904, and

WHEREAS, the applicant herein proposes to transfer 30 acres of the water right appurtenant to said NE $\frac{1}{4}$ NW $\frac{1}{4}$, Section 6, Township 14 South, Range 12 East, W.M., with a date of priority of November 11, 1895, to 30 acres in the SE $\frac{1}{4}$ SW $\frac{1}{4}$, Section 33, Township 14 South, Range 11 East, W.M., and simultaneously to transfer 30 acres of water rights appurtenant to said SE $\frac{1}{4}$ SW $\frac{1}{4}$, Section 33, Township 14 South, Range 11 East, W.M., to 30 acres in the NE $\frac{1}{4}$ NW $\frac{1}{4}$, Section 6, Township 14 South, Range 12 East, W.M., and

WHEREAS, the State Engineer has given due consideration to

priority 2.

the matter and it appears that such an exchange of water rights may be made without injury to existing rights,

NOW, THEREFORE, IT IS ORDERED that said application for an exchange of water rights be and the same is hereby approved.

IT IS FURTHER ORDERED that said water to be transferred shall be applied to beneficial use on or before October 1, 1938, or within any extension of said time as the State Engineer may grant for good cause shown.

Dated at Salem, Oregon, this 19th day of October, 1936.

CHAS. E. STRICKLIN
State Engineer.

See Special Order Record of State Engineer,
Vol. 3, page 67-68

Sun Country Engineering & Surveying, Inc.

61555 Parrell Road
Bend, Oregon 97701
382-8882

RECEIVED

AUG 27 1979

WATER RESOURCES DEPT
SALEM, OREGON

November 29, 1978

Wayne Overcash
Water Rights Engineer
Water Resources Department
555 - 13th Street, N.E.
Salem, Oregon 97310

RE: Files No. T-4073, T-4074

Dear Mr. Overcash,

Sun Country Engineering and Surveying, Inc. is handling the technical details for these water right transfers for Mr. Steve Palfy.

I have revised and resubmitted the two water right transfer applications. They were originally received by you on October 13, 1978. They were returned to Mr. Palfy with a letter by you on October 19, 1978.

The Transfer Application No. 4073 consists of forty (40) acres of 1904 and November 1904 priority water which has to be removed in order to allow the transfer in of forty (40) acres of 1895 priority water. (Part of Transfer Application No. 4074).

Mr. Palfy has decided to abandon interest in the forty acres of water since the water right is no longer valid due to nonuse.

The Abandonment Affidavit is attached to the application.

I have corrected the application and map for the Transfer Application No. 4074 as per your instructions. I have also enclosed a copy of the deed showing current ownership and a statement of the mortgage holder stating he is in agreement with the proposed change in place of use.

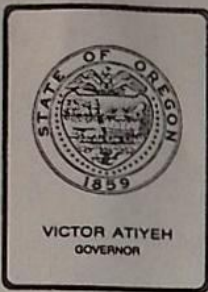
If you have any questions or require additional information please contact me at the office.

Sincerely,

Jon A. Oshel

Jon A. Oshel, P.E.

JAO/jlb
enclosures



Water Resources Department
MILL CREEK OFFICE PARK

555 13th STREET N.E., SALEM, OREGON 97310

PHONE 378-3066

January 10, 1980

Steve Palfy
Star Route
69286 Holmes Road
Redmond, Oregon 97756

RE: Files Nos. T-4073, T-4074

Dear Mr. Palfy:

Pursuant to our telephone conversation of January 9, 1980, here is a brief rundown of your applications:

Since the 40 acres in the NE $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 4 (1904 right) had not been irrigated for more than five consecutive years, we requested affidavits from you and Bonnie Palfy abandoning the right. An order is being prepared accepting the abandonment and invalidating the right. The Adjudication Section of this office is now drafting the order.

This will clear the way for us to complete transfer No. 4074 changing the place of use for 52 acres from Section 33 to the NE $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 4 and NW $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 3. We will be sending you copies of the orders approving these two transactions in the next few weeks.

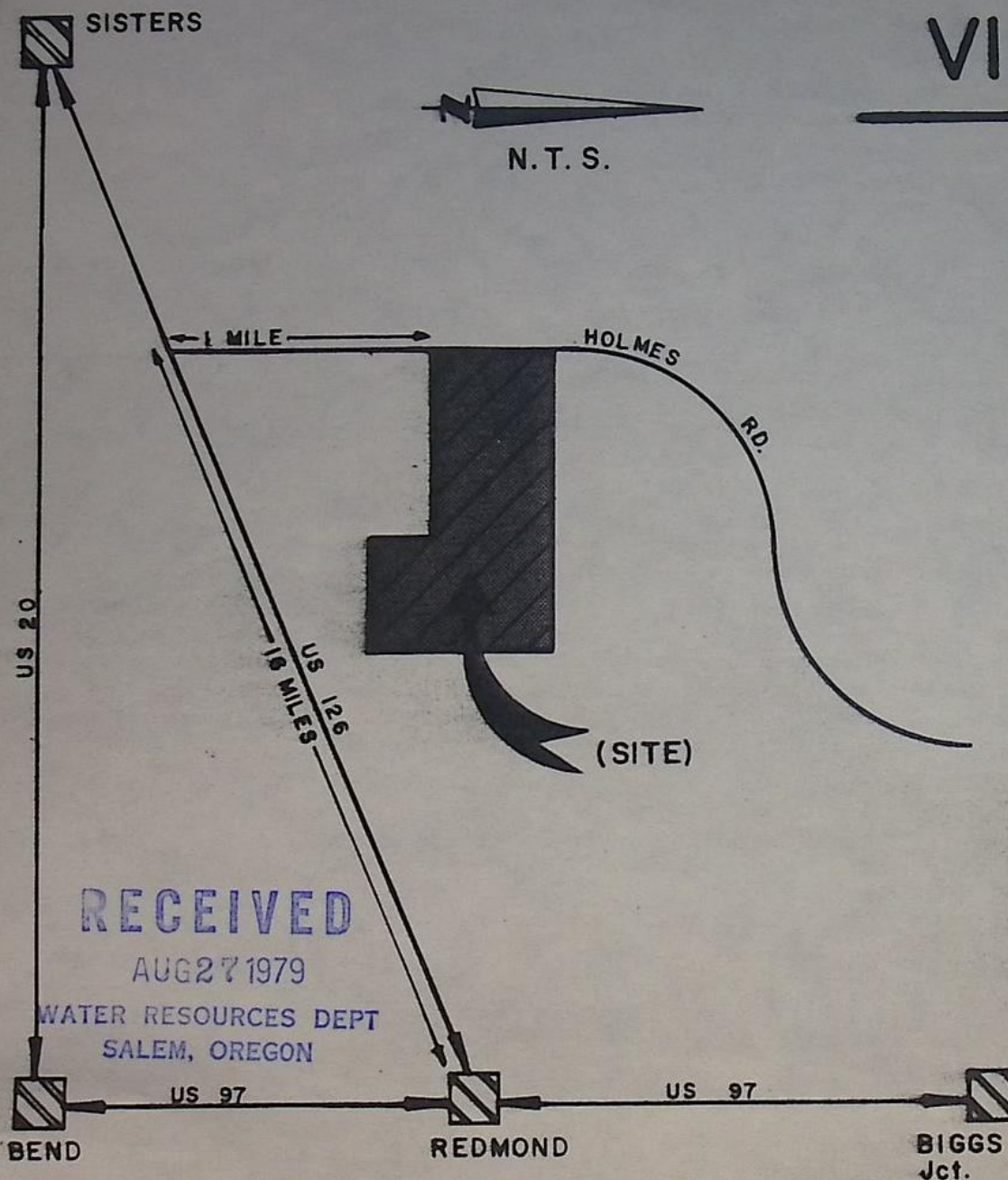
Sincerely,

Samuel R. Allison
Supervisor
Transfer Section

SRA:1cj
cc: Robert F. Main, Jr., Watermaster

DESERT SANDS ARABIAN RANCH

VICINITY MAP



OWNER/DEVELOPER

STEVE & BONNIE PALFY
69286 HOLMES ROAD
STAR ROUTE
REDMOND, OREGON

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WATER RESOURCES DEPT
SALEM, OREGON



COLUMBIA ENGINEERS SERVICES, INC.
P.O. BOX 310 RICHLAND, WA 99352 (509) 945-4886

PROJECT TITLE

DESERT SAND ARABIAN RANCH

DRAWN BY D. BOWMAN II	DATE	CLIENT
CHECKED BY	SCALE NONE	SHEET 1 OF 1

C. E. S. INC. PROJECT NO.

25 - 78

11

T-4073 14674

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OCT 13 1978

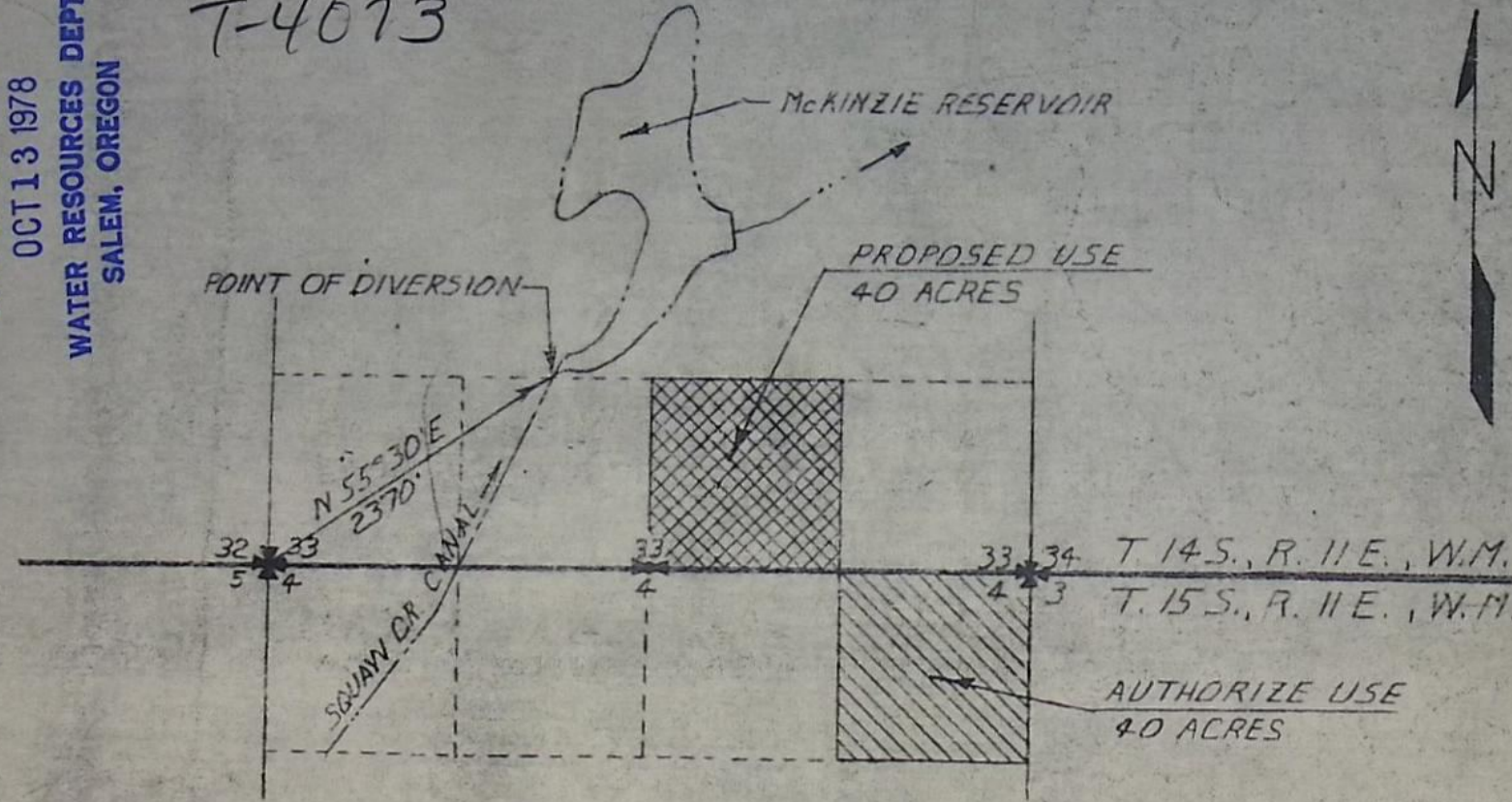
WATER RESOURCES DEPT.
SALEM, OREGON

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OCT 13 1978

WATER RESOURCES DEPT.
SALEM, OREGON

T-4073



SCALE: 1" = 1/4 MILE

Scale _____ Date _____ Survey By _____ Drawn By _____ Order No 78455

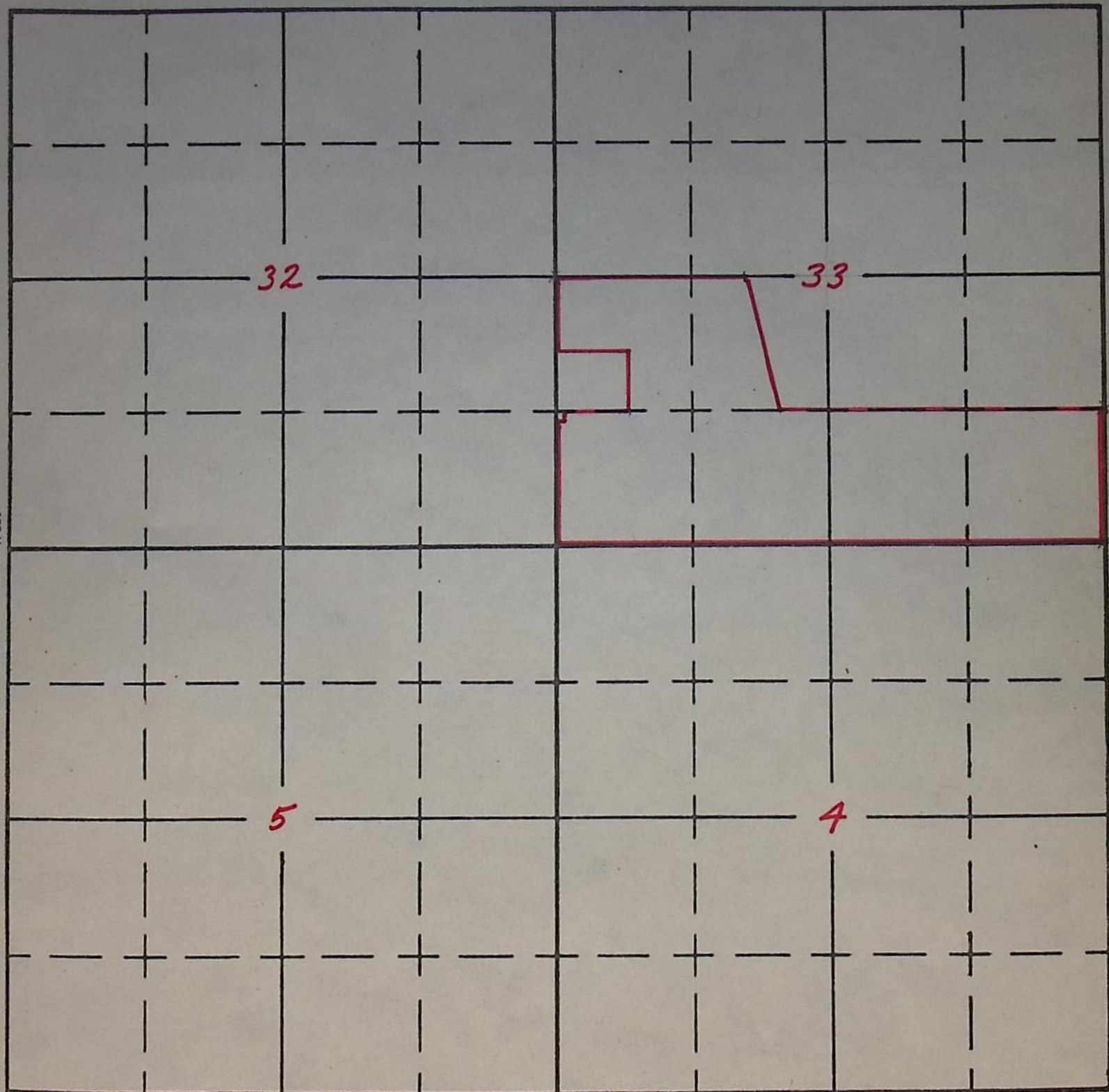
Sun Country Engineering & Surveying, Inc

SECTION

TOWNSHIP 14¹/₅, RANGE 11E, W. M.

North

West



South

APPLICATION No.

PERMIT No.

SUBDIVISION GUARANTEE

T-4073, 4074

PIONEER NATIONAL TITLE INSURANCE COMPANY, a California Corporation, guarantees the Oregon Real Estate Commissioner, and any County or City within which said subdivision or proposed subdivision is located, that, according to the public records which impart constructive notice of matters affecting title to the premises hereinafter referred to, we find:

That the last deed of record runs to:

STEVE P. PALFY and BONNIE L. PALFY,
as tenants by the entirety.

RECEIVED

OCT 13 1978

**WATER RESOURCES DEPT.
SALEM, OREGON**

We also find the following apparent encumbrances, which includes "Blanket encumbrances" as defined by ORS 92.305(1), and also easements, restrictive covenants and rights of way within a period of ten years prior to the effective date hereof:

See attached "Blanket Encumbrances" Sheet

We have also searched our General Index for judgments and State and Federal liens against the grantees named above and find:

NONE

The premises are in Deschutes County, and are described as follows:
See description sheet attached.

THIS IS NOT A REPORT ISSUED PRELIMINARY TO THE ISSUANCE OF A TITLE INSURANCE POLICY. Our search is limited to the time specified in this guarantee and the use hereof is intended as an informational report only, to be used in conjunction with the development of real property. Liability hereunder is limited to an aggregate sum of not to exceed \$1,000.00.

Dated: September 12, 1978
Order No. 50960

Pioneer National Title Insurance Company

By:

John E. Flood, Jr.

President

Attest:

John J. Engle

Secretary

Countersigned:

By

Marie Terry
Validating Signatory

T-4073, 4074

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OCT 13 1978

**WATER RESOURCES DEPT.
SALEM, OREGON**

Blanket Encumbrances

1. The existence of roads, railroads, irrigation ditches and canals, telephone, telegraph and power transmission facilities.

2. The premises under search fall within the boundaries of Squaw Creek Irrigation District and are subject to rules, regulations, assessments and liens thereon.

3. Easement, including the terms and provisions thereof, affecting the portion of said premises and for the purposes stated therein
As granted to: Squaw Creek Irrigation District
Recorded: September 3, 1957
Book/Page: 117/179, Deed records.

4. Mortgage, including the terms and provisions thereof, to secure an indebtedness of the amount herein stated.

Amount: \$47,500.00
Dated: January 23, 1967
Recorded: January 23, 1967
Book/Page: 152/77, Mortgage records.
Mortgagor: Deep Canyon Ranch, a partnership
Mortgagee: Clayton Baltimore and Bertha Baltimore, husband and wife

5. Mortgage, including the terms and provisions thereof, to secure an indebtedness of the amount herein stated.

Amount: \$225,000.00
Dated: March 20, 1978
Recorded: March 30, 1978
Book/Page: 241/625, Mortgage records.
Mortgagor: Steve P. Palfy and Bonnie L. Palfy, husband and wife
Mortgagee: William C. Martin

6. Easement, including the terms and provisions thereof, affecting the portion of said premises and for the purposes stated therein
As granted to: Central Electric Cooperative, Inc., a cooperative corporation

Recorded: August 4, 1978
Book/Page: 279/785, Deed records.

7. Rights of the public in streets, roads and highways.

END

312/47

T-4073, 4074
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WATER RESOURCES DEPT.
SALEM, OREGON

DESCRIPTION SHEET

A tract of land situated in the Southwest One-Quarter (SW-1/4) of Section Thirty-three (33) and the South One-Half of the Southeast One-Quarter (S-1/2 SE-1/4) of Section Thirty-three (33), Township Fourteen (14) South, Range Eleven (11) East, of the Willamette Meridian, Deschutes County, Oregon, being more particularly described as follows:

Beginning at a brass cap marking the Southwest Corner of Section 33; thence along the West line of said Section 33 North 00° 49' 00" West 1219.72 feet; thence leaving said West section line North 90° East 79.38 feet; thence North 00° East 125.81 feet to the North line of the Southwest One-Quarter, Southwest One-Quarter (SW-1/4 SW-1/4) of Section 33; thence along said North line North 89° 47' 29" East 640.00 feet; thence leaving said North line North 00° East 600.00 feet; thence North 90° West 729.76 feet to the West line of Section 33; thence along said section line North 00° 49' 00" West 742.56 feet to the West One-Quarter Corner (W-1/4) of Section 33 being a 1/2" iron rod; thence leaving said West section line along the East-West center line of Section 33 North 89° 48' 48" East 1833.85 feet to a point 825 feet Westerly of the center of Section 33; thence leaving said East-West center line South 14° 11' 25" East 1385.52 feet to the North line of the Southeast One-Quarter, Southwest One-Quarter (SE-1/4 SW-1/4) of Section 33; thence along said North line North 89° 47' 29" East 495.00 feet to the Northeast Corner of the Southeast One-Quarter, Southwest One-Quarter (SE-1/4 SW-1/4) Section 33; thence along the North line of the South One-Half of the Southeast One-Quarter (SE-1/4) of Section 33, South 89° 54' 20" East 2651.63 feet to the East line of Section 33; thence along said section line South 00° 05' 39" West 1329.13 feet to the Southeast Corner of Section 33 being a 3/4 drill steel; thence leaving said East section line along the South line of Section 33, South 89° 46' 09" West 5279.62 feet to the point of beginning.

BEFORE THE WATER RESOURCES DIRECTOR OF OREGON

DESCHUTES COUNTY

IN THE MATTER OF CANCELLATION)
OF A PORTION OF A WATER RIGHT)
IN THE NAME OF SQUAW CREEK)
IRRIGATION DISTRICT)

O R D E R

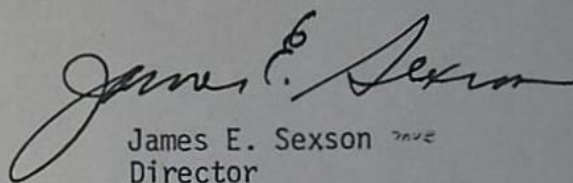
On August 27, 1979, Steve Palfy and on October 16, 1979 Bonnie L. Palfy, submitted affidavits that they are the owners of a certain water right and the lands to which the water right is appurtenant; that they have abandoned any and all interest in and to the said water right and request the same be canceled.

The water right in question was established by Decree of Circuit Court for Deschutes County, entered May 1, 1911 and September 19, 1914 in the Matter of the Determination of the Relative Rights of the Use of the Waters of Squaw Creek, tabulated in the name of R.R. Johnson at Page 127, Volume 1, and in the name of W. Edmunds at Page 475, Volume 1, Order Record of the Water Resources Director. The water right being a portion of the right described by the certificate recorded at Page 302d, Volume 1, State Record of Water Right Certificates, in the name of Squaw Creek Irrigation Company, as being for the use of not to exceed 0.31 cubic foot per second of water from Squaw Creek, with a date of priority of November 1904, for the irrigation of 15.5 acres in NW $\frac{1}{4}$ NW $\frac{1}{4}$ Section 33, Township 14 South, Range 11 East, W.M.; and being a portion of the right described by the certificate recorded at Page 850b, Volume 1, State Record of Water Right Certificates also in the name of Squaw Creek Irrigation Company as being for the use of not to exceed 0.49 cubic foot per second of water from Squaw Creek, with a date of priority of 1904, for the irrigation of 13.0 acres in SW $\frac{1}{4}$ SE $\frac{1}{4}$ Section 29, 3.0 acres in NE $\frac{1}{4}$ NE $\frac{1}{4}$ Section 32, 8.5 acres in NW $\frac{1}{4}$ NW $\frac{1}{4}$ Section 33, Township 14 South, Range 11 East, W.M., which right was modified under the provision of the order of the State Engineer dated September 11, 1930 approving transfer application S-3 which changed the place of use from the above described lands to the NE $\frac{1}{4}$ NE $\frac{1}{4}$ Section 4, Township 15 South, Range 11 East, W.M.

ORS 540.621 provides that: "Whenever the owner of a perfected and developed water right certifies under oath to the Water Resources Director that the water right has been abandoned by him and that he desires cancellation thereof, the Water Resources Director shall enter an order canceling the water right."

NOW, THEREFORE, it is hereby ORDERED that the said water right, being a portion of the right described by the certificates recorded at Pages 302d and 850b, Volume 1, State Record of Water Right Certificates as modified by the provisions of an order of the State Engineer entered September 11, 1930, approving transfer application No. S-3, is canceled.

Dated at Salem, Oregon, this 16th day of January, 1980.



James E. Sexson
Director

4.

V. Green
 Edmund:
 S = 3
 E = 7

out
in
in

40°

(SEE BACK OF CARD FOR PLAT OF SECTION)

SECTION 33

	DEEK
SQUAW	DEEK

SECTION 33

22:30 ~~8~~ T-4074 (out)

 40°

T-4073, 4074

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OCT 16 1979

A F F I D A V I T

WATER RESOURCES DEPT
SALEM, OREGON

I, Bonnie L. Palfy, being first duly sworn, depose and say that I am the legal owner of the NE $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 4, Township 15 South, Range 11 East, W.M., and the water rights appurtenant thereto, which are for the use of water from Squaw Creek for irrigation of 15.5 acres in NE $\frac{1}{4}$ NE $\frac{1}{4}$ of said Section 4, with a date of priority of November, 1904; and for irrigation of 24.5 acres in NE $\frac{1}{4}$ NE $\frac{1}{4}$ of said Section 4, with a date of priority of 1904, said rights allowed in accord with the provisions of an order of the State Engineer entered September 11, 1930, approving transfer application No. S-3; being parts of the water rights previously described by the certificate recorded at page 302, Volume 1, State Record of Water Right Certificates, tabulated in the name of R. R. Johnson; and the certificate recorded at page 850 of said Volume 1, tabulated in the name of W. Edmunds; that I have abandoned any and all interest in and to said water rights and request the same be canceled.

IN WITNESS WHEREOF, I have hereunto set my hand this 8th day of October, 1979.

Bonnie L. Palfy

Subscribed and sworn to before me this 8th day of Oct, 1979.

Robert L. [Signature]
Notary Public for Oregon

My Commission Expires: 06-17-80



A F F I D A V I T

RECEIVED

AUG 27 1979

WATER RESOURCES DEPT
SALEM, OREGON

I, Steve Palfy, being first duly sworn, depose and say that I am the legal owner of the NE $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 4, Township 15 South, Range 11 East, W.M., and the water rights appurtenant thereto, which are for the use of water from Squaw Creek for irrigation of 15.5 acres in NE $\frac{1}{4}$ NE $\frac{1}{4}$ of said Section 4, with a date of priority November, 1904; and for irrigation of 24.5 acres in NE $\frac{1}{4}$ NE $\frac{1}{4}$ of said Section 4, with a date of priority of 1904, said rights allowed in accord with the provisions of an order of the State Engineer entered September 11, 1930, approving transfer application No. S-3; being parts of the water rights previously described by the certificate recorded at page 302, Volume 1, State Record of Water Right Certificates, tabulated in the name of R. R. Johnson; and the certificate recorded at page 850 of said Volume 1, tabulated in the name of W. Edmunds; that I have abandoned any and all interest in and to said water rights and request the same be cancelled.

IN WITNESS WHEREOF, I have hereunto set my hand this 29th day of November, 1978.

Steve Palfy

Subscribed and sworn to before me this 29th day of November.

Volney G. Sigmond
Notary Public for Oregon



My Commission Expires: 11/23/82

that no injury will result to any appropriators if such exchange be permitted,
BEFORE THE STATE ENGINEER OF OREGON

DESCHUTES COUNTY
NOW THEREFORE, it is hereby ORDERED that said exchange of water

rights be and the same is hereby approved without loss of the priority of
IN THE MATTER OF THE APPLICATION OF)
WARREN EDMUNDS FOR THE APPROVAL OF AN)
EXCHANGE OF WATER RIGHTS WITHIN THE)
SQUAW CREEK IRRIGATION DISTRICT.)

ORDER

Warren Edmunds
Transfer S 3

Now at this time the above entitled matter coming on for consideration by the
State Engineer and it appearing that Warren Edmunds filed an application for the ap-
proval of an exchange of water rights within the Squaw Creek Irrigation District in ac-
cordance with the following tabulation:

: Total : No. Acres:

: area of : to be :

: water : trans- :

: right : ferred :

TRANSFERRED TO

No.

Priority	Sub-Div.	Sec.	Tp.	R.	: right	: ferred	Sub-Div.	Sec.	Tp.	R.	: Acres
1895	NE $\frac{1}{4}$ NE $\frac{1}{4}$	4	15S	11E	40 $\frac{1}{2}$	40	NW $\frac{1}{4}$ NW $\frac{1}{4}$	33	14S	11E	24)
							SW $\frac{1}{4}$ SE $\frac{1}{4}$	29	14S	11E	13)
							NE $\frac{1}{4}$ NE $\frac{1}{4}$	32	14S	11E	3)
Nov. 11, 1895	SE $\frac{1}{4}$ SW $\frac{1}{4}$	33	14S	11E	35	35	NE $\frac{1}{4}$ NE $\frac{1}{4}$	32	14S	11E	7
1895	SE $\frac{1}{4}$ SW $\frac{1}{4}$	33	14S	11E	4 $\frac{1}{2}$	4 $\frac{1}{2}$	NW $\frac{1}{4}$ NE $\frac{1}{4}$	32	14S	11E	22 $\frac{1}{2}$
							SW $\frac{1}{4}$ NE $\frac{1}{4}$	32	14S	11E	10
1904	SW $\frac{1}{4}$ SE $\frac{1}{4}$	29	14S	11E	13	13	NE $\frac{1}{4}$ NE $\frac{1}{4}$	4	15S	11E	13
1904	NE $\frac{1}{4}$ NE $\frac{1}{4}$	32	14S	11E	23	10	NE $\frac{1}{4}$ NE $\frac{1}{4}$	4	15S	11E	3
Nov. 1904	NE $\frac{1}{4}$ NE $\frac{1}{4}$	32	14S	11E	13	0	SE $\frac{1}{4}$ SW $\frac{1}{4}$	33	14S	11E	7
1904	NW $\frac{1}{4}$ NE $\frac{1}{4}$	32	14S	11E	34 $\frac{1}{2}$	22 $\frac{1}{2}$	SE $\frac{1}{4}$ SW $\frac{1}{4}$	33	14S	11E	22 $\frac{1}{2}$
1904	SW $\frac{1}{4}$ NE $\frac{1}{4}$	32	14S	11E	7 $\frac{1}{2}$	7 $\frac{1}{2}$	SE $\frac{1}{4}$ SW $\frac{1}{4}$	33	14S	11E	7 $\frac{1}{2}$
Nov. 1904	SW $\frac{1}{4}$ NE $\frac{1}{4}$	32	14S	11E	2 $\frac{1}{2}$	2 $\frac{1}{2}$	SE $\frac{1}{4}$ SW $\frac{1}{4}$	33	14S	11E	2 $\frac{1}{2}$
Nov. 1904	NW $\frac{1}{4}$ NW $\frac{1}{4}$	33	14S	11E	19 $\frac{1}{2}$	15 $\frac{1}{2}$	NE $\frac{1}{4}$ NE $\frac{1}{4}$	4	15S	11E	15 $\frac{1}{2}$
1904	NW $\frac{1}{4}$ NW $\frac{1}{4}$	33	14S	11E	8 $\frac{1}{2}$	8 $\frac{1}{2}$	NE $\frac{1}{4}$ NE $\frac{1}{4}$	4	15S	11E	8 $\frac{1}{2}$

That it will be more practical in the management of the farming operations
pertaining to said lands to have the water rights exchanged; that all of the lands in-
volved herein are within the Squaw Creek Irrigation District, which District has sub-
mitted its written approval of such exchange.

And the State Engineer having duly considered said matter and it appearing that

that no injury will result to any appropriators if such exchange is permitted,

NOW THEREFORE, it is hereby ORDERED that said exchange of water

rights be and the same is hereby approved without loss of the priority of the rights heretofore established and shall become appurtenant to the lands as described in the above tabulation.

Now at Salem, Oregon, this 11th day of September, 1930.

State Engineer and it appearing that A. L. Oberlin, in accordance with the following tabulation:

RHEA LUPER,
State Engineer.

Notations in records		Total No. Acres		Large off. to be		water : trans-		THESE RIGHTS TO		No.	
Priori	Records	Sec.	Sp. R.	rights	furrow	Gr. Div.	Sec.	Sp. R.	Acres		
1895	Per. No. 850 b and 802 d	14	14	14	14	14	14	14	14	14	14
1895	Sec. 127 & 475 and 126	14	14	14	14	14	14	14	14	14	14
Nov. 1904	38/52	30	140	118	31	31	38/52	30	140	118	31
Nov. 1904	38/52	30	140	118	27	27	38/52	30	140	118	27

That it will be more practical in the management of the farming operations pertaining to said lands to have the earlier rights appurtenant to the lands in Section 30; that all lands involved herein are within the Squaw Creek Irrigation District, which District has submitted its written approval of such exchange.

And the State Engineer having duly considered the said matter and it appearing that no injury will result to any appropriators if such exchange is permitted.

NOW THEREFORE, it is hereby ORDERED that said exchange of water rights be and the same is hereby approved without loss of the priority of the rights heretofore established and shall become appurtenant to the lands as described in the above tabulation.

Dated at Salem, Oregon, this 11th day of September, 1930.

RHEA LUPER,
State Engineer.