Lease Agreement Number (assigned by WRD): _____

STATE OF OREGON WATER RESOURCES DEPARTMENT

Short-Term Water Right Lease Agreement Pursuant to ORS 537.348(2) and OAR 690-077-0077 for Leases of Existing Water Rights for Instream Use

This	Lease Agreement is between:
(Nam (Mail (City	or #1: ne) JaCox Ranch ling address) PO Box 435 , State, Zip Code) Ft. Klamath, OR 97626 phone number) 541-381-2308
Lesso	or#2, 3, etc.
The v	water right to be leased is located in Klamath County
(Nam (Mail (City	tee (if different than Oregon Water Resources Department): ne) Klamath Basin Rangeland Trust ling address) 340 A Street, Ste. 201 , State, Zip Code) Ashland, OR 07520 phone number) (541) 488-4822
158 1 Salen	tee: on Water Resources Department 2 th Street NE on OR 97301 2378-8455
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1.1	Lessor #1 is the owner, or authorized agent for owner of property located at: Township 33 S, Range 6 E, Section 1, 12, and 13; and T33S and R7.5E Section 6 and 18. and Tax Lot number 00100, 00900, and 03700. If the water right appurtenant to these lands is also appurtenant to lands owned by others, then Attachment 1, (tax lot map of lessor's property) needs to be included.
1.2	Lessor #2 is the (Check one): Not applicable

Official representative of _____, the irrigation district which conveys water to the

subject water rights.

	Another party with an interest in the subject water rights representing	
1.3	For the lands being leased, list all water rights appurtenant to the lessor's property. Indicate if there are any supplemental or overlying rights.	
	Certificate No. 7641, 53000, 53001, 45299, 2412, 2432, 67090, T4431	
	Are some or all of the lands being leased part of a Conservation Reserve Enhancement Program. Yes No	
1.4	Subject Water Rights. Lessor proposes to lease the water rights listed in 1.3. The right(s) to be leased are further described as follows: Certificate No.: 7641 Priority date: June 25, 1927 Type of use: irrigation Legal Season of Use: April 1 to October 31 Is the entire water right certificate being leased? Yes No If no, list the acres to be leased by legal description of township, range, section, and 1/4 1/4 which will be dried up as part of this lease, and include a map (Attachment 2) showing the lands which will not receive water.	
	Place of use: T, R, Section,¹/4¹/4 acres to be leased Enter additional places of use here, using format above: T33S R7.5E Section 18: NE1/4SW1/4 - 40 acres, NW1/4SW1/4 - 16 acres, SE1/4SW1/4 - 14 acres	
	A portion of these lands overly other, more senior, priority rights described on certificate 10900. This includes NE1/4SW1/4 - 9.2 acres, SE1/4SW1/4 - 14.0 acres, NW1/4SW1/4 - 4.0 acres.	
	Page 1 (Identify page number of certificate, if certificate is greater than 10 pages.)	
	Number of acres being leased, if for irrigation: 42.8 acres of primary and 27.2 acres of supplemental Acre-feet of storage, if applicable: 0 Total rate associated with leased rights (cfs): 0.54 cfs of primary and 0.34 cfs of supplemental (Use additional lines if there is more than one rate associated with the water right.) Total duty associated with leased rights (AF): Not specified on certificate, but decree states 3 ac-ft per acre for a total of 128.4 AF of primary and 81.6AF that overly more senior primary rights.	
	(Use additional lines if there is more than one duty associated with the water right.)	
	Conditions or other limitations, if any: None.	
If you need to enter another leased right, please use the additional water rights form.		
1.5	Validity of Rights. Lessor(s) attests (mark one) that:	
	the water has been used over the past five years according to the terms and conditions of the owner's water right certificate or as an instream water right or	
	the water has <u>not</u> been used over the past five years according to the terms and conditions of the owner's water right certificate, however the water right is not	

subject to forfeiture under ORS 540.610(2)(_)(include necessary supporting documentation as Attachment 3).

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2.1	Public Use. This lease will increase streamflows which will benefit:
	 Conservation, maintenance and enhancement of aquatic and fish life, wildlife, and fish and wildlife habitat Pollution abatement
	Recreation and scenic attraction
2.2	Instream use created by lease. The instream use to be created is described as follows:
	Annie or Anna Creek Tributary to Wood River and Agency Lake in the Klamath Basin.
sole pri	Describe the point of diversion and any associated reach(es) of the instream use being created. If possible list the reach by river mile, if no reach is identified, the lease will be processed to be protected at the point of diversion): The point of diversion is located 3650 Feet north and 460 feet east from SW corner of Section 31. The water will be protected within the Annie Creek channel until it reaches the Wood River. Total volume in acre-feet: 210AF, 81.6 of that volume will only be protected instream if the primary vered under certificate 10900 is not available. Rate in cfs: 0.535cfs from 6/2 up to and including 9/30 to cover those lands for which this right is the mary right, and an additional 0.34cfs during that period if sufficient water is not available under the more are 10900 for the lands covered by both certificates. (Use the section below to indicate a more restrictive period of use than allowed by the water right.) Conditions to prevent injury, if any: None The instream flow will be allocated on a daily average basis up to the described rate from through Other (describe):
If you	need to enter more instream uses, please use the additional water rights form.
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2.3	Term of lease. This lease shall terminate on October 1, 2008.
2.4	Compensation. The Lessor has agreed to lease subject water right for the sum of \$1.00, or other valuable considerations and for the benefit of the state of Oregon.
2.5	Flow protection. The Trustee will regulate use of water from the source, subject to prior appropriation and the agency enforcement guidance, to assure the water is delivered to the point of diversion, and through the reach past junior downstream users, so long as flow is sufficient to meet the demand under priority date of the new instream use (see section 2.2). As part of regulation activities the watermaster or a designee has access to the point of diversion and place of use for the water rights involved in this lease. No party is required to continuously measure the flow of the waterway described in Section 2.2.

2.6	Termination provision. ⊠ For multiyear leases, lessor <i>shall</i> have the option of terminating the lease each year, prior to the lease being exercised (April 1st), with 30 day written notice to the Department. □ For multiyear leases, lessor <i>shall not</i> have the option of terminating the lease each year, prior to the lease being exercised, with written notice to the Department.
	~III~
3.1	Accuracy. The Undersigned Lessor/s, Lessee and Trustee declare that, to the best of their knowledge and belief, the information contained in this lease is true, correct and complete. If after the lease is signed, any information is determined to be false, the lease may be modified or terminated. This lease only exercises the water rights being leased; for the term of the lease; it shall not be construed to overcome any claim that the water right may otherwise be subject to forfeiture for nonuse pursuant to ORS 540.610 during the period of time prior to the execution of the lease.
3.2	Lease. All Lessors agree to lease the water rights listed in 1.4 for instream use for the term of this Agreement through Lessee to Trustee, the Oregon Water Resources Department, pursuant to the provisions of ORS 537.348(2) and OAR 690-077-0077.
3.3	Precedent. If a right which has been leased is later proposed to be leased again or transferred to an instream use under ORS 537.348 and OAR 690-077-0070 or OAR 690-077-0075 a new injury review shall be required, and a prior short term lease shall not set a precedent for the amount of water to be leased or transferred instream.
3.4	Suspension of original use. During the period of the lease, the owner agrees to suspend use of water allowed under the subject water rights and under any water right that is supplemental to the subject water rights. In the event that a supplemental water right is not part of this lease, it may be subject to forfeiture.
Lesson	: #1: Date:
For ad	ditional Lessors, type in space for signature and date
Lessee	e: Date:

3.5 Allocation of water to the instream use described in Section 2.2 during the term of this lease is not reasonably expected to cause injury to other rights to use water from the same source. If injury is found after this lease is signed, the lease may be modified or terminated to prevent injury.

Other Attachments As Needed:

Attachment 1: Tax Lot Map of Lessor's Property (required if landowner is not the sole landowner to lands for which the subject water rights are appurtenant)

Attachment 2: Detailed map illustrating lands under subject rights to be leased (required if only part of a right is being leased instream).

Attachment 3: Supporting documentation indicating why a right is valid and not subject to forfeiture even though the right has not been exercised for five or more consecutive years (required if the second box in Section 1.5 is checked)

Attachment 4: Split Season Instream Use Form