



This Lease Agreement is between:

Lessor:

Carleton & Pamela Clausen 85681 Adkisson Road Dufur, OR 97021 (541) 993-7655-Phone

The water right to be leased is located in Wasco County.

Lessee:

Oregon Water Trust 111 SW Front Avenue Suite 404 Portland, OR 97204 (503) 226-9055-Phone (503) 226-3480-Fax

Trustee

Oregon Water Resources Department 158 12th Street NE Salem OR 97310 (503) 378-3739-Phone (503) 378-2496-Fax

I.

- 1.1 Lessor is the owner of property highlighted in *Exhibit B*.
- 1.2 Section 1.2 is not applicable.
- 1.3 Exhibit C contains a copy of right attached to the property in Exhibit B that is to be leased This right is listed below as follows:

Certificate No.: 49296

1.4 Subject Water Rights. Lessor proposes to lease all of the right listed in 1.3, above.

The right to be leased is further described as follows:

Water Right Identification No.: 49296

Source: Fifteenmile Creek

Priority date: December 13, 1977

Type of use: Irrigation

Place of use: (map of irrigated lands is in Exhibit D.)

T 1S, R 13E, S 34, NE¼ NE¼-16.4 acres T 1S, R 13E, S 34, SE¼ NE¼-17.0 acres Number of acres, if for irrigation: 33.4

Rate: 0.42

Duty: 3 acre feet per acre

Season of use: Irrigation season

Point(s) of diversion (POD): NE¼ NE¼, Section 34, T. 1 S., R. 13 E., W.M.; 450

feet South and 630 feet West from the NE Corner, Section 34

Conditions or other limitations, if any: None

- 1.5 **Validity of Rights.** Lessor attests that the subject water right is legally valid by having been beneficially used according to the terms of the right within the last five years immediately preceding the 1998 irrigation year and, if the right is for irrigation, on all lands indicated in *Exhibit D*.
- 1.6 **Lease.** Lessor agrees to lease the water right 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 690-77-077.
- 1.7 **Suspension of original use.** During the period of the lease, the owner agrees to suspend use of water allowed under the subject water right and under any water right that is supplemental to the subject water right.
- 1.8 **Water use reporting.** The Trustee agrees to fulfill legal obligations related to water use reporting.

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2.1 **Public Use.** The public use served by the amount, timing and location of the instream use provided for under this lease is:

specific uses and needs identified in Exhibit E as signed off by ODFW.

2.2 **Instream use created by lease.** The instream use to be created is described as follows:

No.: 49296

Fifteenmile Creek, tributary to the Columbia River

Location: RM 32 to 2.75 (confluence of Eightmile Creek)

Priority date: December 13, 1977

Use: Described in section 2.1, above

Total volume: 3 acre feet per acre (100.2 af)

Rate: 0.42 cfs

Period of use: Irrigation season

Conditions to prevent or mitigate injury (if any): The instream flow will be allocated on a daily average basis at 0.42 cfs from June 1 through September 28, or until such time that the total duty for the irrigation season is met or unless regulated off by the watermaster for prior rights.

- 2.3 **Term of lease.** This Lease shall commence on June 1, 1998 (not before the date of final execution by the parties) and continue through September 28, 1998.
- 2.4 **Compensation**. Lessor has agreed to lease the water rights herein to the Oregon Water Trust for cash and other considerations and for the benefit of the people 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). No party is required to continuously measure the flow of the waterway described in Section 2.2.

Optional Provisions

- 2.6 Additional monitoring. Lessor/Lessee intends to manage and participate in the protection of the instream use by: possibly collecting information for calculating stream discharge.
- 2.7 Modification or termination provisions. None

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- Watermaster review. By signature below, the watermaster for the district where the subject water rights are located verifies that:
- 3.1 Lessor is currently entitled to appropriate water under the water rights described in Section 1.4.
- 3.2 A suitable control is in place so that WRD staff may regulate use of water under the subject rights to ensure water is not diverted.
- 3.3 Allocation of water to the new 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.

3.4 Necessary conditions to the proposed instream use: None
Watermaster: Larry Toll 421 E. 7th Avenue Courthouse Annex B Room 218 The Dalles, OR 97058 (541) 298-4110-Phone (541) 298-2459-Fax
Date: 5/19/98
IV.
The Undersigned Lessor, Lessee and Trustee declare that, to the best of their knowledge and belief, the information contained in this lease is true, correct and complete.
Lessor #1: Couleton Clauser Date: 14 may 98
Lessor #2: Date: 5/14/98
Lessee: Only Parkey Date: May 13, 1998
So ordered by Trustee: (Date: June 24, 1998
Director, Oregon Water Resources Department
Effective Date of Lease Agreement:
Exhibits:
Exhibit A: Proof of property ownership (copy of property deed) Exhibit B: Map of Lessor's property Exhibit C: Copy of the certificate attached to property shown in Exhibit B that is to be leased Exhibit D: Detailed map illustrating lands irrigated by subject rights Exhibit E: Identification of public use to be served by instream use