Lease Agreement Number: 210

STATE OF OREGON WATER RESOURCES DEPARTMENT

Short-Term Water Right Lease Agreement for Leases of Existing Water Rights for Instream Use

This Lease Agreement is between:

Lessor:

Kurt M. and Veronica J. Spencer 6459 Oak Hill Road Roseburg, OR 97470 (541) 459-1802

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

Lessee:

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

Trustee:

Oregon Water Resources Department 158 12th Street NE Salem OR 97301-4172 (503)378-8455

~I~

- 1.1 Lessor is the owner, or authorized agent for owner (*Exhibit A*), of property highlighted in *Exhibit B*.
- 1.2 Section 1.2 is not applicable
- 1.3 Exhibit C contains copies of all certificated, decreed or permitted rights attached to the property in Exhibit B. Those rights are listed below as follows:

Certificate No. 49003

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

The right to be leased is further described as follows:

Water Right Certificate No.: 49003

Calapooya Creek, a tributary of the Umpqua River.

Priority date: December 15, 1952

Type of use: Irrigation

Place of use: T 25 S, R 6 W, Section 29, (Burk DLC 42), SW 1/4 NE 1/4 - 7.4 acres

Number of acres, if for irrigation: 7.4 acres

Rate: 0.09 cfs Duty: 18.5 acft

Season of use: March 1 to October 31

Point(s) of Diversion (POD): NW ¼ SE ¼, as projected within Burk DLC 42, Section 29, T. 25 S., R. 6 W., W.M.; 110 feet North and 1220 feet East from SW corner DLC 42.

Conditions or other limitations, if any: None

- 1.5 Validity of Rights. Lessor 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
 - \Box that the water right is not subject to forfeiture under ORS 540.610.
- **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 690-077-0077.
- 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.

~II~

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

provided by evidence contained in *Exhibit E*, such as a signed statement by Lessee, or other party, explaining how the lease would benefit recreation, scenic attraction, aquatic and fish life, wildlife habitat and ecological values, pollution abatement, navigation or other public uses.

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

Certificate No. 49003

Calapooya Creek, a tributary of the Umpqua River Location: POD to mouth of Calapooya Creek

Priority date: December 15, 1952 Use: Described in Section 2.1, above

Total volume: 18.5 ac-ft

Rate: 0.09 cfs

Period of use: March 1 to October 31

Conditions to prevent or mitigate injury, if any: The instream flow will be allocated on a daily average basis up to the described rate from July 21 to October 31, or until such time that the total duty for the irrigation season is met. The instream use period has been diminished to 103 days to insure the duty limitation is not exceeded during the period of use described above.

- **2.3 Term of lease.** This Lease shall commence on March 1, 2001 (not before execution by the parties) and continue through October 31, 2001.
- **2.4** Compensation. The Lessor has agreed to lease subject water right for cash, 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). No party is required to continuously measure the flow of the waterway described in Section 2.2.

Optional Provisions

- **Additional monitoring.** 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

~III~

- **3.0 Watermaster review.** By signature below, the watermaster for the district where the subject water right is 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/will be in place so that WRD staff may regulate use of water under the subject right to ensure water is not diverted or applied on lands to which subject right is attached

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 District: 15 Watermaster: Dave Williams Dave Williams **Douglas County Courthouse** Room 306 Roseburg, OR 97470 (541) 440-4255 – Phone (541) 440-6264 - Fax Date: 6-1Z-ZC ~IV~ The Undersigned Lesson's, Lessee and Trustee declare that, to the best of their knowledge and belief, the information contain on in this lease is true, correct and complete.

Date: JUL 1 9 2001

So ordered by Trustee: _

Exhibits: Exhibit A:

Exhibit B:

Proof of property ownership
Tax Lot Map of Lessor's property
Copies of certificates, permits and decreed rights to be leased
Detailed map illustrating lands under subject rights to be leased
Identification of public use to be served by instream use Exhibit C: Exhibit D:

Exhibit E: